

**County of Marquette, Michigan  
General-Purpose  
Financial Statements  
For the Year Ended December 31, 2004**

## AUDITING PROCEDURES REPORT

Issued under P.A. 2 of 1968, as amended. Filing is mandatory.

Local Government Type <input type="checkbox"/> City <input type="checkbox"/> Township <input type="checkbox"/> Village <input checked="" type="checkbox"/> Other		Local Government Name <u>Marquette County</u>		County <u>Marquette</u>
Audit Date <u>12/31/04</u>	Opinion Date <u>4/22/05</u>	Date Accountant Report Submitted to State: <u>6/29/05</u>		

We have audited the financial statements of this local unit of government and rendered an opinion on financial statements prepared in accordance with the Statements of the Governmental Accounting Standards Board (GASB) and the *Uniform Reporting Format for Financial Statements for Counties and Local Units of Government in Michigan* by the Michigan Department of Treasury.

We affirm that:

1. We have complied with the *Bulletin for the Audits of Local Units of Government in Michigan* as revised.
2. We are certified public accountants registered to practice in Michigan.

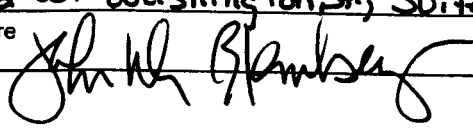
We further affirm the following. "Yes" responses have been disclosed in the financial statements, including the notes, or in the report of comments and recommendations

You must check the applicable box for each item below.

- ☐ yes ☒ no 1. Certain component units/funds/agencies of the local unit are excluded from the financial statements.
- ☐ yes ☒ no 2. There are accumulated deficits in one or more of this unit's unreserved fund balances/retained earnings (P.A. 275 of 1980).
- ☒ yes ☐ no 3. There are instances of non-compliance with the Uniform Accounting and Budgeting Act (P.A. 2 of 1968, as amended).
- ☐ yes ☒ no 4. The local unit has violated the conditions of either an order issued under the Municipal Finance Act or its requirements, or an order issued under the Emergency Municipal Loan Act.
- ☐ yes ☒ no 5. The local unit holds deposits/investments which do not comply with statutory requirements. (P.A. 20 of 1943, as amended [MCL 129.91], or P.A. 55 of 1982, as amended [MCL 38.1132]).
- ☐ yes ☒ no 6. The local unit has been delinquent in distributing tax revenues that were collected for another taxing unit.
- ☐ yes ☒ no 7. The local unit has violated the Constitutional requirement (Article 9, Section 24) to fund current year earned pension benefits (normal costs) in the current year. If the plan is more than 100% funded and the overfunding credits are more than the normal cost requirement, no contributions are due (paid during the year).
- ☐ yes ☒ no 8. The local unit uses credit cards and has not adopted an applicable policy as required by P.A. 266 of 1995 (MCL 129.241).
- ☐ yes ☒ no 9. The local unit has not adopted an investment policy as required by P.A. 196 of 1997 (MCL 129.95).

### We have enclosed the following:

	Enclosed	To Be Forwarded	Not Required
The letter of comments and recommendations.	X		
Reports on individual federal financial assistance programs (program audits).		X	
Single Audit Reports (ASLGU).		X	

Certified Public Accountant (Firm Name) <u>Anderson, Tackman &amp; Co, PLC</u>			
Street Address <u>102 W. Washington St., Suite 109</u>	City <u>Marquette</u>	State <u>MI</u>	ZIP <u>49855</u>
Accountant Signature 			

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# ANDERSON, TACKMAN & COMPANY, P.L.C.

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## INDEPENDENT AUDITORS' REPORT

Honorable Chairman and Members  
of the Board of Commissioners  
County of Marquette, Michigan  
Marquette, Michigan 49955

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the County of Marquette, Michigan, as of and for the year ended December 31, 2004, which collectively comprise the County's basic financial statements, as listed in the table of contents. These financial statements are the responsibility of the County's management. Our responsibility is to express an opinion on these financial statements based on our audit. We did not audit the financial statements of the Medical Care Facility Enterprise Fund, which represented 18 percent, 17 percent, and 43 percent, respectively, of the assets, net assets, and revenues of the Business-Type Activities. Those statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it related to the amounts included for the Medical Care Facility Enterprise Fund, is based solely on the report of the other auditors.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the provisions of the Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit, and the report of the other auditors, provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund and the aggregate remaining fund information of the County of Marquette, Michigan as of December 31, 2004, and the respective changes in financial position, cash flows, where applicable, and the budgetary comparison for the general fund thereof for the year ended in conformity with accounting principles generally accepted in the United States of America.

Honorable Chairman and Members  
of the Board of Commissioners  
County of Marquette, Michigan

The Management's Discussion and Analysis on pages 3 through 9 is not a required part of the basic financial statements, but is supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the supplementary information. However, we did not audit the information and express no opinion on it.

In accordance with *Government Auditing Standards*, we have also issued a separate report dated April 22, 2005 on our consideration of the County of Marquette, Michigan's internal control over financial reporting and on our tests of its compliance with certain provision of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County of Marquette, Michigan's basic financial statements taken as a whole. The combining and individual fund statements and schedules as listed in the accompanying table of contents are presented for the purpose of additional analysis and are not a required part of the basic financial statements of the County of Marquette, Michigan. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, based on our audit and the report of the other auditors, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

*Anderson, Tackman & Company, PLLC*  
Certified Public Accountants

April 22, 2005

## County of Marquette, Michigan

### MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)

Our discussion and analysis of the County of Marquette's financial performance provides an overview of the County's financial activities for the year ended December 31, 2004. Please read it in conjunction with the financial statements, which begin on page 10.

#### FINANCIAL HIGHLIGHTS

The assets of the County exceeded its liabilities at the close of the most recent fiscal year by \$79,560,170 (net assets). Of this amount, \$20,861,292 (unrestricted net assets) may be used to meet the government's ongoing obligations to citizens and creditors.

Net assets for the County as a whole increased by \$13,210,115. Net assets of our business-type activities increased by \$8,927,812, and net assets of our governmental activities increased by \$4,282,303.

During the year, the County had expenses for governmental activities that were \$30,664,874, and expenses for business-type activities that were \$12,495,895.

The General Fund reported a net fund balance of \$911,602, an increase of \$312,404. At the end of the current fiscal year, unreserved and undesignated fund balance for the General Fund was \$850,556, or 5% of total General Fund expenditures (including operating transfers).

#### USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements. The Statement of Net Assets and the Statement of Activities (on pages 10 & 11) provide information about the activities of the County as a whole and present a longer-term view of the County's finances. Fund financial statements start on page 12. For governmental activities, these statements tell how these services were financed in the short term as well as what remains for the future spending. Fund financial statements also report the County's operations in more detail than the government-wide statements by providing information about the County's most significant funds. The remaining statements provide financial information about activities for which the County acts solely as a trustee or agent for the benefit of those outside the government.

#### **Reporting the County as a Whole**

Our analysis of the County as a whole begins on page 10. One of the most important questions asked about the County's finances is, "Is the County as a whole better off or worse off as a result of the year's activities?" The Statement of Net Assets and the Statement of Activities report information about the County as a whole and about its activities in a way that helps answer this question. These statements include *all* assets and liabilities using the *accrual basis of accounting*, which is similar to the accounting used by most private-sector companies. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid. These two statements report the County's *net* assets and changes in them. You can think of the County's net assets - the difference between assets and liabilities - as one way to measure the County's

## MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED) (Continued)

financial health, or *financial position*. Over time, *increases or decreases* in the County's net assets are one indicator of whether its *financial health* is improving or deteriorating. You will need to consider other non-financial factors, however, such as changes in the County's patron base and the condition of the County's capital assets, to assess the *overall financial health* of the County.

In the Statement of Net Assets and the Statement of Activities, we divide the County into three kinds of activities:

- Governmental activities – Most of the County's basic services are reported here, including the legislative, judicial, public safety, recreation and culture, and general services and administration. Property taxes, charges for services and state sources fund most of these activities.
- Business-type activities – The County charges a fee to customers to help it cover all or most of the cost of certain services it provides. The County's Medical Care Facility, Airport, K.I. Sawyer Water & Sewer, and Forest Recreation Funds are reported here.
- Component units – The County includes the Road Commission in its report. Although it is a legally separate entity, this "component unit" is important because the County is financially accountable for it.

### Reporting the County's Most Significant Funds

Our analysis of the County's major funds begins on page 16. The fund financial statements begin on page 12 and provide detailed information on the most significant funds – not the County as a whole. Some funds are required to be established by State law and by bond covenants. However, the County Commission establishes many other funds to help it control and manage money for particular purposes or to show that it is meeting legal responsibilities for using taxes, grants, and other money. The County's two kinds of funds - *governmental* and *proprietary* - use different accounting approaches.

- *Governmental funds* – Most of the County's basic services are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end that are available for spending. These funds are reported using an accounting method called *modified accrual* accounting, which measures cash and all other financial assets that can be readily converted into cash. The governmental fund statements provide a detailed *short-term view* of the County's general government operations and the basic services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the County's programs. We describe the relationship (or differences) between governmental *activities* (reported in the Statement of Net Assets and Statement of Activities) and governmental *funds* in a reconciliation which follows the fund financial statements.
- *Proprietary funds* – When the County charges customers for the services it provides – whether to outside customers or to other units of the County – these services are generally reported in proprietary funds. Proprietary funds are reported in the same way that all activities are reported in the Statement of Net Assets and the Statement of Activities. In fact, the County's enterprise funds (a component of proprietary funds) are the same as the business-type activities we report in the government-wide statements but provide more detail and additional information, such as cash flows, for proprietary funds. We use internal service funds (the other component of proprietary funds) to

## MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED) (Continued)

report activities that provide supplies and services for the County's other programs and activities – such as the Delinquent Tax Revolving Funds.

### The County as Trustee

The County is the trustee, or fiduciary, for assets that – because of a trust arrangement – can be used only for the trust beneficiaries. All of the County's fiduciary activities are reported in separate Statements of Fiduciary Net Assets on page 22. We exclude these activities from the County's other financial statements because the County cannot use these assets to finance its operations. The County is responsible for ensuring that the assets reported in these funds are used for their intended purposes.

### The County as a Whole

Table I provides a summary of the County's net assets as of December 31, 2004.

**Table 1**  
**Net Assets**

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2004	2003	2004	2003	2004	2003
Current and other assets	\$30,697,604	\$30,579,399	\$ 6,380,363	\$6,377,367	\$36,846,656	\$36,956,766
Capital assets, net	<u>6,448,349</u>	<u>8,088,548</u>	<u>51,592,987</u>	<u>42,677,892</u>	<u>58,041,336</u>	<u>50,766,440</u>
Total Assets	<u>37,145,953</u>	<u>38,667,947</u>	<u>57,973,350</u>	<u>49,055,259</u>	<u>94,887,992</u>	<u>87,723,206</u>
Current liabilities	13,297,014	16,989,727	516,639	582,218	13,852,342	17,571,945
Non-current liabilities	<u>1,091,974</u>	<u>3,203,558</u>	<u>653,506</u>	<u>597,648</u>	<u>1,745,480</u>	<u>3,801,206</u>
Total Liabilities	<u>14,388,988</u>	<u>20,193,285</u>	<u>1,170,145</u>	<u>1,179,866</u>	<u>15,597,822</u>	<u>21,373,151</u>
Net Assets:						
Invested in capital assets, net of related debt	6,448,349	6,308,548	51,592,987	42,677,892	58,041,336	48,986,440
Restricted	657,542	597,730	0	0	657,542	597,730
Unrestricted (deficit)	<u>15,651,074</u>	<u>11,568,384</u>	<u>5,210,218</u>	<u>5,197,501</u>	<u>20,861,292</u>	<u>16,765,885</u>
Total Net Assets	<u>\$22,756,965</u>	<u>\$18,474,662</u>	<u>\$56,803,205</u>	<u>\$47,875,393</u>	<u>\$79,560,170</u>	<u>\$66,350,055</u>

Net assets of the County's governmental activities stood at \$22,756,965. *Unrestricted* net assets—the part of net assets that could be used to finance day-to-day activities without constraints established by debt covenants, enabling legislation, or other legal requirements stood at \$15,651,074. The \$15,651,074 in unrestricted net assets of governmental activities represents the accumulated results of all past years' operations. The operating results of the General Fund will have a significant impact on the change in unrestricted net assets from year to year. For 2004, unrestricted net assets increased by \$4,082,698.

The net assets of our business-type activities stood at \$56,803,205. The County can generally only use these net

## MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED) (Continued)

assets to finance continuing operations of Medical Care Facility, Airport, Water & Sewer Fund, and Forest/Recreation Fund operations.

The results of this year's operations for the County as a whole are reported in the Statement of Activities (see Table 2), which shows the changes in net assets for fiscal year 2004.

**Table 2**  
**Change in Net Assets**

	Governmental Activities 2004	Governmental Activities 2003	Business-Type Activities 2004	Business-Type Activities 2003	Total Primary Government 2004	Total Primary Government 2003
<b>Revenues</b>						
Program Revenues:						
Charges for services	\$ 5,149,634	\$ 5,748,826	\$9,463,415	\$10,160,876	\$14,613,049	\$15,909,702
Operating grants and contributions	8,580,629	8,328,584	128,766	113,363	8,709,395	8,441,947
Capital grants and contributions	811,474	1,201,993	-	-	811,474	1,201,993
General Revenues:						
Property taxes	14,266,332	11,353,797	-	-	14,266,332	11,353,797
State Sources	380,498	1,194,261	-	-	380,498	1,194,261
Interest and Miscellaneous	6,358,610	3,068,556	11,231,526	27,765	17,590,136	3,096,321
Total Revenues	35,547,177	30,896,017	20,823,707	10,302,004	56,370,884	41,198,021
<b>Program Expenses:</b>						
Legislative	220,779	223,595	-	-	220,779	223,595
Judicial	5,633,297	5,589,259	-	-	5,633,297	5,589,259
Management	1,058,088	1,287,922	-	-	1,058,088	1,287,922
Public Records	1,611,905	1,287,019	-	-	1,611,905	1,287,019
Law Enforcement	5,836,768	6,104,261	-	-	5,836,768	6,104,261
Human Services	6,382,329	6,279,216	-	-	6,382,329	6,279,216
Resource Management/Development	5,940,919	5,827,281	-	-	5,940,919	5,827,281
Other	3,901,126	4,776,064	-	-	3,901,126	4,776,064
Interest on Long-Term Debt	79,663	110,782	-	-	79,663	110,782
Medical Care Facility	-	-	9,410,672	9,155,370	9,410,672	9,155,370
Airport	-	-	2,627,514	1,422,064	2,627,514	1,422,064
Forestry	-	-	161,292	164,832	161,292	164,832
Water & Sewer	-	-	296,417	-	296,417	-
Total Expenses	30,664,874	31,485,399	12,495,895	10,742,266	43,160,769	42,227,665
Excess (deficiency) before transfers	2,659,876	(589,382)	8,327,812	(440,262)	13,210,115	(1,029,644)
Transfers	(600,000)	(775,000)	600,000	775,000	-	-
Increase (decrease) in net assets	4,282,303	(1,364,382)	8,927,812	334,738	13,210,115	(1,029,644)
Net assets, Beginning	18,474,662	19,839,044	47,875,393	47,540,655	66,350,055	67,379,699
Net Assets, Ending	<u>\$22,756,965</u>	<u>\$18,474,662</u>	<u>\$56,803,205</u>	<u>\$47,875,393</u>	<u>\$79,560,170</u>	<u>\$66,350,055</u>

The County's total revenues were \$56,370,884. The total cost of all programs and services was \$43,160,769, resulting in an increase in net assets of \$13,210,115. Our analysis below separately considers the operations of governmental and business-type activities:

## MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED) (Continued)

### **Governmental Activities**

The net assets of the County's governmental activities increased \$4,282,303 for the year ended December 31, 2004. There are two primary reasons for the increase in net assets. County liabilities were decreased by the repayment of the DeFant Building debt. Deferred revenues were decreased by the establishment of the revenue sharing reserve fund.

Expenses for the year ended December 31, 2004, decreased by approximately two percent from the previous year.

Table 3 presents the cost of each of the five largest programs - Human Services, Law Enforcement, Resource Management/Development, Courts and Other - as well as each program's net cost (total cost less revenues generated by the activities). The net cost shows the financial burden that each program placed on the County's operation.

**Table 3**  
**Governmental Activities**

	Total Cost of Services		Net Cost of Services	
	2004	2003	2004	2003
Human Services	\$6,382,329	\$6,279,216	\$2,559,507	\$2,424,687
Law Enforcement	5,836,768	6,104,261	3,735,806	4,007,215
Resource Management/Development	5,940,919	5,827,281	1,310,183	816,949
Courts	5,633,297	5,589,259	3,107,322	2,999,488
Other	3,901,126	4,776,064	3,487,970	4,173,152

### **Business-type Activities**

During the year ended December 31, 2004, the net assets of the County's business-type activities increased by \$8,927,812. The increase in net assets resulted from the acquisition of the K.I. Sawyer Water & Sewer utility.

Although the Medical Care Facility Fund incurred an operating loss of \$498,842, non-operating revenues and intergovernmental transfers resulted in a decrease in net assets of \$175,637.

The Airport Fund incurred an operating loss of \$1,079,644. This amount included depreciation expense of \$839,188.

Marquette County acquired the assets and assumed operation of the Water & Sewer utility at the former K.I. Sawyer Air Force Base for the last quarter of 2004. The assets were acquired at no cost, resulting in an increase in net assets of \$9,679,648 for the year ended December 31, 2004.

The Forest Recreation Fund reported operating income of \$188,194 with non-operating revenues of \$8,231 for the year ended December 31, 2004. The fund recognized an increase in net assets of 196,425.

## MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED) (Continued)

### THE COUNTY'S FUNDS

As the County completed the year, its governmental funds (as presented in the balance sheet on page 12) reported a *combined* fund balance of \$9,285,362, an increase of \$4,255,261 from the beginning of the year.

The net assets of the County's General Fund increased by \$312,404, and all other government funds increased by \$3,942,857, as a result of standard governmental operations.

### General Fund Budgetary Highlights

Over the course of the year, the County Commission revised the budget several times.

The amendments resulted in a net increase to budget general fund expenses of \$622,535. Significant adjustments included a \$360,000 CDBG Grant for B-3 Computers and \$109,101 in Federal grants for pass through to sub-grantees. With these adjustments, actual charges to expenditures were \$586,703 less than the final amended budget. Revenues were \$259,796 less than the final budget projection.

### CAPITAL ASSET AND DEBT ADMINISTRATION

#### Capital Assets

At the end of fiscal 2004, the County had \$58,041,338 invested in a variety of capital assets including land, buildings, and other equipment. (See table 4 below)

**Table 4**  
**Capital Assets at Year-End (Net of Depreciation)**

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2004	2003	2004	2003	2004	2003
Land	380,356	383,179	26,192,452	23,168,522	26,572,808	23,551,701
Building & Improvements	4,786,586	6,351,899	21,031,486	18,015,133	25,818,072	24,367,032
Equipment & Furnishings	1,281,407	1,353,470	3,888,928	1,494,237	5,170,335	2,847,707
Construction Progress	-	-	480,123	-	480,123	-
Infrastructure	-	-	-	-	-	-
	<u>\$6,448,349</u>	<u>\$8,088,548</u>	<u>\$51,592,989</u>	<u>\$42,677,892</u>	<u>\$58,041,338</u>	<u>\$50,766,440</u>



## Debt

At year end, the County had no outstanding debt. The Building Authority Bonds were repaid during the year with proceeds from the sale of the DeFant Building to Pathways

**Table 5**  
**Outstanding Debt at Year-End**

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2004	2003	2004	2003	2004	2003
Building Authority Bonds	-	<u>\$1,780,000</u>	-	<u>\$1,780,000</u>	-	<u>\$1,780,000</u>

## ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS

In preparing the County's budget for the year ending December 31, 2005, the current economic health of the State of Michigan was of great concern. The deterioration of the state's economy will likely result in additional decreases in state funding.

## CONTACTING THE COUNTY'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, and investors and creditors with a general overview of the County's finances and to show the County's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the County Administrators Office at Marquette County Courthouse, Marquette, Michigan 49855.

County of Marquette, Michigan

STATEMENT OF NET ASSETS

December 31, 2004

	Primary Government			
	Governmental Activities	Business Type Activities	Total	Component Units
ASSETS				
Current Assets:				
Cash and investments	\$ 12,639,932	\$ 2,923,846	\$ 15,563,778	\$ 3,870,882
Cash and investments – restricted	-	1,981,719	1,981,719	-
Receivables (net)	16,555,779	1,687,132	18,242,911	4,242,042
Primary government internal balances	450,000	(450,000)	-	-
Inventory	-	-	-	675,567
Prepaid expenses and other assets	1,051,893	-	1,051,893	819,130
Other current assets	-	237,666	237,666	-
TOTAL CURRENT ASSETS	30,697,604	6,380,363	37,077,967	9,607,621
Noncurrent assets:				
Land and construction in progress	403,624	31,264,994	31,668,618	-
Other capital assets	14,959,079	41,598,091	56,557,170	14,245,208
Accumulated depreciation	(8,914,354)	(21,270,098)	(30,184,452)	(11,694,645)
Total Capital Assets	6,448,349	51,592,987	58,041,336	2,550,563
TOTAL NONCURRENT ASSETS	6,448,349	51,592,987	58,041,336	2,550,563
TOTAL ASSETS	37,145,953	57,973,350	95,119,303	12,158,184
LIABILITIES:				
Current Liabilities:				
Cash and investment overdraft	-	-	-	-
Accounts payable	2,022,745	238,706	2,261,451	640,134
Accrued payroll and related	440,743	209,119	649,862	130,606
Deferred revenue	10,338,699	44,422	10,383,121	377,792
Compensated absences	494,827	-	494,827	121,537
Current portion of bonds payable	-	-	-	735,000
Current potion of notes and contracts payable	-	-	-	204,411
Other current liabilities	-	24,392	24,392	210,865
TOTAL CURRENT LIABILITIES	13,297,014	516,639	13,813,653	2,420,345
Noncurrent Liabilities:				
Compensated absences	1,091,974	653,506	1,745,480	364,612
Bonds payable	-	-	-	4,255,000
Long-term contracts and notes payable	-	-	-	1,510,902
Other	-	-	-	-
TOTAL NONCURRENT LIABILITIES	1,091,974	653,506	1,745,480	6,130,514
TOTAL LIABILITIES	14,388,988	1,170,145	15,559,133	8,550,859
NET ASSETS				
Invested in capital assets net of related debt	6,448,349	51,592,987	58,041,336	1,402,075
Restricted for:				
Debt Service	-	-	-	5,198,513
Other activities	657,542	-	657,542	782,856
Unrestricted	15,651,074	5,210,218	20,861,292	(3,776,119)
TOTAL NET ASSETS	\$ 22,756,965	\$ 56,803,205	\$ 79,560,170	\$ 3,607,325

The accompanying notes are an integral part of these financial statements.

**County of Marquette**  
**Statement of Activities**  
For the year ended December 31, 2004

Function / Programs	Program Revenues				Net (Expenses) Revenue and Changes in Net Assets			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business Type Activities	Total	Component Units
<b>Primary Government:</b>								
<b>Governmental Activities:</b>								
<b>Primary Government:</b>								
Legislative	220,779	37,797	-	-	(182,982)	-	(182,982)	-
Courts	5,633,297	999,584	1,526,391	-	(3,107,322)	-	(3,107,322)	-
Management	1,058,088	-	-	-	(1,058,088)	-	(1,058,088)	-
Public Records	1,611,905	868,944	141,345	-	(601,616)	-	(601,616)	-
Law Enforcement	5,836,768	619,287	1,481,675	-	(3,735,806)	-	(3,735,806)	-
Human Services	6,382,329	884,003	2,938,819	-	(2,559,507)	-	(2,559,507)	-
Resource Management/Development	5,940,919	1,740,019	2,079,243	811,474	(1,310,183)	-	(1,310,183)	-
Other	3,901,126	-	413,156	-	(3,487,970)	-	(3,487,970)	-
Interest on Long-Term Debt	79,663	-	-	-	(79,663)	-	(79,663)	-
Depreciation	-	-	-	-	-	-	-	-
<b>Total governmental activities</b>	<b>30,664,874</b>	<b>5,149,634</b>	<b>8,580,629</b>	<b>811,474</b>	<b>(16,123,137)</b>	<b>-</b>	<b>(16,123,137)</b>	<b>-</b>
<b>Business type activities:</b>								
Medical Care Facility Operating	9,410,672	8,602,816	-	-	-	(807,856)	(807,856)	-
Airport	2,627,514	587,020	122,252	-	-	(1,918,242)	(1,918,242)	-
Forestry	161,292	59,582	6,514	-	-	(95,196)	(95,196)	-
Water and Sewer	296,417	213,997	-	-	-	(82,420)	(82,420)	-
<b>Total Business type activities</b>	<b>12,495,895</b>	<b>9,463,415</b>	<b>128,766</b>	<b>-</b>	<b>-</b>	<b>(2,903,714)</b>	<b>(2,903,714)</b>	<b>-</b>
<b>Total Primary Government</b>	<b>\$ 43,160,769</b>	<b>\$ 14,613,049</b>	<b>\$ 8,709,395</b>	<b>\$ 811,474</b>	<b>(16,123,137)</b>	<b>(2,903,714)</b>	<b>(19,026,851)</b>	<b>-</b>
<b>Component Units:</b>								
County Road Commission	10,120,507	2,247,832	8,658,116	-	-	-	-	785,441
EDC Funds	315,821	-	-	-	-	-	-	(315,821)
DPW Debt Funds	208,659	1,089,778	-	-	-	-	-	881,119
Raney Creek Maintenance Fund	-	-	-	-	-	-	-	-
<b>Total Component Units</b>	<b>10,644,987</b>	<b>3,337,610</b>	<b>8,658,116</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,350,739</b>
<b>General revenues:</b>								
Taxes					14,266,332		14,266,332	
Unrestricted State Sources					380,498	-	380,498	-
Interest and Investment Earnings					358,247	38,456	396,703	116,762
Miscellaneous					6,000,363	11,193,070	17,193,433	803,151
Transfers					(600,000)	600,000	-	-
<b>Total general revenues, transfers, special and extraordinary items</b>					<b>20,405,440</b>	<b>11,831,526</b>	<b>32,236,966</b>	<b>919,913</b>
<b>Changes in net assets</b>					<b>4,282,303</b>	<b>8,927,812</b>	<b>13,210,115</b>	<b>2,270,652</b>
Net assets- beginning of year					18,474,662	47,875,393	66,350,055	1,336,673
<b>Net assets-end of year</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$ 22,756,965</b>	<b>\$ 56,803,205</b>	<b>\$ 79,560,170</b>	<b>\$ 3,607,325</b>

The accompanying notes are an integral part of these financial statements.

COUNTY OF MARQUETTE, MICHIGAN

GOVERNMENTAL FUNDS

BALANCE SHEET

December 31, 2004

	General Fund	Health Department Fund	Community Development Fund	Other Governmental Funds	Total
<b>ASSETS</b>					
Cash and investments	\$ 1,298,542	\$ 375	\$ 118,260	\$ 6,748,547	\$ 8,165,724
Receivables	119,104	100,828	-	5,508,926	5,728,858
Taxes receivable	5,100,581	-	-	-	5,100,581
Due from State	-	87,783	-	204,504	292,287
Due from others	23,574	87,319	2,220,089	138,856	2,469,838
Due from other funds	680,295	-	-	-	680,295
Other assets	213,824	21,575	-	816,494	1,051,893
<b>TOTAL ASSETS</b>	<b>\$ 7,435,920</b>	<b>\$ 297,880</b>	<b>\$ 2,338,349</b>	<b>\$ 13,417,327</b>	<b>\$ 23,489,476</b>
<b>LIABILITIES AND FUND BALANCE</b>					
<b>LIABILITIES:</b>					
Cash and investments overdraft	\$ -	\$ 161,598	\$ -	\$ 453,670	\$ 615,268
Accounts payable	151,678	51,450	-	1,742,981	1,946,109
Due to others	37	-	-	-	37
Due to State	-	-	-	72,127	72,127
Due to other funds	-	-	-	660,295	660,295
Accrued payroll and related	369,736	17,508	-	53,499	440,743
Accrued sick and vacation	65,295	42,604	-	22,937	130,836
Deferred revenue	5,937,572	-	2,220,089	2,181,038	10,338,699
<b>TOTAL LIABILITIES</b>	<b>6,524,318</b>	<b>273,160</b>	<b>2,220,089</b>	<b>5,186,547</b>	<b>14,204,114</b>
<b>FUND BALANCE</b>					
Reserved for:					
Capital Outlay	-	-	-	552,821	552,821
Debt service	-	-	-	-	-
Other	61,046	-	-	43,675	104,721
Unreserved, reported in:					
General Fund	850,556	-	-	-	850,556
Special Revenue Funds	-	24,720	118,260	7,549,106	7,692,086
Capital Projects Funds	-	-	-	85,178	85,178
<b>TOTAL FUND BALANCE</b>	<b>911,602</b>	<b>24,720</b>	<b>118,260</b>	<b>8,230,780</b>	<b>9,285,362</b>
<b>TOTAL LIABILITIES AND FUND BALANCE</b>	<b>\$ 7,435,920</b>	<b>\$ 297,880</b>	<b>\$ 2,338,349</b>	<b>\$ 13,417,327</b>	<b>\$ 23,489,476</b>

County of Marquette, Michigan

RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS  
TO THE STATEMENT OF NET ASSETS

December 31, 2004

Total Fund Balances for Governmental Funds	\$ 9,285,362
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*Amounts reported for governmental activities in the statement  
of net assets are different because:*

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds	5,720,911
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SLP Property sale long term receivable	1,750,000
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Internal service funds are used by management to administer the activities of the Delinquent Tax Revolving Funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net assets, net of capital assets.	7,456,657
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Long-term liabilities, including bonds payable, are not due and payable  
in the current period and therefore are not reported in the funds.

Compensated absences	<u>1,455,965</u>	(1,455,965)
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NET ASSETS OF GOVERNMENTAL ACTIVITIES	<u><u>\$ 22,756,965</u></u>
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The accompanying notes are an integral part of these financial statements.

COUNTY OF MARQUETTE, MICHIGAN

GOVERNMENTAL FUNDS

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

For the Fiscal Year Ended December 31, 2004

	General Fund	Health Department Fund	Community Development Fund	Other Governmental Funds	Total Governmental Funds
<b>REVENUES:</b>					
Taxes	\$ 9,671,672	\$ -	\$ -	\$ 4,594,660	\$ 14,266,332
Licenses and permits	574,651	-	-	-	574,651
Federal sources	71,692	-	-	3,239,532	3,311,224
State sources	1,935,759	2,399,449	317,788	1,808,381	6,461,377
Local Units	-	-	-	-	-
Charges for services	2,408,777	883,876	-	1,282,330	4,574,983
Fines and forfeits	-	-	-	-	-
Interest	211,230	-	3,417	143,600	358,247
Other	1,081,119	844,547	37,737	5,036,512	6,999,915
<b>TOTAL REVENUES</b>	<u>15,954,900</u>	<u>4,127,872</u>	<u>358,942</u>	<u>16,105,015</u>	<u>36,546,729</u>
<b>EXPENDITURES:</b>					
Current operations:					
Legislative	\$ 220,779	\$ -	\$ -	\$ -	220,779
Courts	2,949,179	-	-	2,678,212	5,627,391
Management	1,050,155	-	-	5,057	1,055,212
Public Records	1,359,220	-	-	265,975	1,625,195
Law Enforcement	4,791,868	-	-	1,141,638	5,933,506
Human Services	85,795	4,438,632	-	1,857,902	6,382,329
Resource Mgmt/Development	1,715,910	-	-	3,887,073	5,602,983
Other	2,856,911	-	406,081	2,742,081	6,005,073
<b>TOTAL EXPENDITURES</b>	<u>15,029,817</u>	<u>4,438,632</u>	<u>406,081</u>	<u>12,577,938</u>	<u>32,452,468</u>
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>	<u>925,083</u>	<u>(310,760)</u>	<u>(47,139)</u>	<u>3,527,077</u>	<u>4,094,261</u>
<b>OTHER FINANCING SOURCES(USES):</b>					
Loan proceeds	-	-	-	-	-
Operating transfer in	1,327,005	344,394	-	3,508,892	5,180,291
Operating transfer (out)	(1,939,684)	-	-	(3,079,607)	(5,019,291)
<b>TOTAL OTHER FINANCING SOURCES(USES)</b>	<u>(612,679)</u>	<u>344,394</u>	<u>-</u>	<u>429,285</u>	<u>161,000</u>
<b>CHANGES IN FUND BALANCE</b>	<u>312,404</u>	<u>33,634</u>	<u>(47,139)</u>	<u>3,956,362</u>	<u>4,255,261</u>
Fund balance, beginning of year	<u>599,198</u>	<u>(8,914)</u>	<u>165,399</u>	<u>4,274,418</u>	<u>5,030,101</u>
<b>FUND BALANCE, END OF YEAR</b>	<u>\$ 911,602</u>	<u>\$ 24,720</u>	<u>\$ 118,260</u>	<u>\$ 8,230,780</u>	<u>\$ 9,285,362</u>

County of Marquette, Michigan

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES

For the Year Ended December 31, 2004

Net Change in Fund Balances - Total Governmental Funds \$ 4,255,261

*Amounts reported for governmental activities in the statement  
of activities are different because:*

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.

Capital outlays	\$ 460,529	
Depreciation expense	<u>(536,755)</u>	(76,226)

To record proper gain (loss) to actual		
To reverse out gross proceeds on capital asset sales	(2,028,602)	
Actual gain (loss) on disposal of capital asset	<u>518,050</u>	(1,510,552)

Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets.		1,780,000
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Repayment of long term liability relating to the MERS pension conversion		60,183
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Some expenses reported in the statement of activities, such as compensated absences, do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.		388
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SLP Property Sales Long Term Receivable Payments Record as Revenue		(250,000)
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Internal service funds are used by management to administer the activities of the Delinquent Tax Revolving Funds. The net revenue of the internal service funds are included in governmental activities in the statement of net assets.		23,249
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		<u><u>\$ 4,282,303</u></u>
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CHANGE IN NET ASSETS OF GOVERNMENTAL ACTIVITIES

COUNTY OF MARQUETTE, MICHIGAN  
MAJOR GOVERNMENTAL FUNDS

GENERAL FUND

STATEMENT OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

For the Fiscal Year Ended December 31, 2004

	Original Budget	Final Amended Budget	Actual	Variance
<b>REVENUES</b>				
Taxes and penalties	\$ 9,665,055	\$ 9,673,552	\$ 9,671,672	\$ (1,880)
Licenses and permits	456,400	576,000	574,651	(1,349)
Federal sources	50,000	78,556	71,692	(6,864)
State sources	2,084,313	2,099,897	1,935,759	(164,138)
Charges for services	2,643,303	2,440,914	2,408,777	(32,137)
Interest	160,000	200,000	211,230	11,230
Other Revenues	1,084,596	1,145,777	1,081,119	(64,658)
<b>TOTAL REVENUES</b>	<u>16,143,667</u>	<u>16,214,696</u>	<u>15,954,900</u>	<u>(259,796)</u>
<b>EXPENDITURES</b>				
Current				
Legislative	222,488	223,788	220,779	3,009
Courts	3,183,925	3,065,421	2,949,179	116,242
Management	1,049,459	1,068,918	1,050,155	18,763
Public Records	1,404,355	1,401,205	1,359,220	41,985
Law Enforcement	4,653,750	4,930,604	4,791,868	138,736
Human Services	84,779	89,979	85,795	4,184
Resource Management/Development	1,726,303	1,775,823	1,715,910	59,913
Other	2,668,926	3,060,782	2,856,911	203,871
<b>TOTAL EXPENDITURES</b>	<u>14,993,985</u>	<u>15,616,520</u>	<u>15,029,817</u>	<u>586,703</u>
<b>EXCESS REVENUES OVER (UNDER) EXPENDITURES</b>	<u>1,149,682</u>	<u>598,176</u>	<u>925,083</u>	<u>326,907</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Operating transfers in	711,000	1,327,005	1,327,005	-
Operating transfers out	(1,860,682)	(1,925,181)	(1,939,684)	(14,503)
<b>TOTAL OTHER FINANCING SOURCES(USES)</b>	<u>(1,149,682)</u>	<u>(598,176)</u>	<u>(612,679)</u>	<u>(14,503)</u>
<b>CHANGE IN FUND BALANCE</b>	-	-	312,404	312,404
Fund balance, beginning of year	<u>599,198</u>	<u>599,198</u>	<u>599,198</u>	-
<b>FUND BALANCE, END OF YEAR</b>	<u>\$ 599,198</u>	<u>\$ 599,198</u>	<u>\$ 911,602</u>	<u>\$ 312,404</u>



COUNTY OF MARQUETTE, MICHIGAN  
MAJOR GOVERNMENTAL FUNDS

HEALTH DEPARTMENT FUND

STATEMENT OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

For the Fiscal Year Ended December 31, 2004

	Original Budget	Final Amended Budget	Actual	Variance
<b>REVENUES</b>				
State sources	\$ 1,691,486	\$ 2,224,920	\$ 2,399,449	\$ 174,529
Charges for services	1,337,600	898,348	883,876	(14,472)
Other Revenues	1,027,491	863,380	844,547	(18,833)
<b>TOTAL REVENUES</b>	<b>4,056,577</b>	<b>3,986,648</b>	<b>4,127,872</b>	<b>141,224</b>
<b>EXPENDITURES</b>				
Personnel services	3,615,333	3,457,148	3,447,289	9,859
Supplies	279,056	217,642	401,064	(183,422)
Other services and charges	483,695	606,128	563,043	43,085
Capital outlay	-	27,237	27,236	1
<b>TOTAL EXPENDITURES</b>	<b>4,378,084</b>	<b>4,308,155</b>	<b>4,438,632</b>	<b>(130,477)</b>
<b>EXCESS REVENUES OVER (UNDER) EXPENDITURES</b>	<b>(321,507)</b>	<b>(321,507)</b>	<b>(310,760)</b>	<b>10,747</b>
<b>OTHER FINANCING SOURCES (USES)</b>				
Operating transfers in	321,507	321,507	344,394	22,887
Operating transfers out	-	-	-	-
<b>TOTAL OTHER FINANCING SOURCES(USES)</b>	<b>321,507</b>	<b>321,507</b>	<b>344,394</b>	<b>22,887</b>
<b>CHANGE IN FUND BALANCE</b>	<b>-</b>	<b>-</b>	<b>33,634</b>	<b>33,634</b>
Fund balance, end of year	(8,914)	(8,914)	(8,914)	(8,914)
<b>FUND BALANCE, END OF YEAR \$</b>	<b><u>(8,914)</u></b>	<b><u>(8,914)</u></b>	<b><u>24,720</u></b>	<b><u>24,720</u></b>

**COUNTY OF MARQUETTE, MICHIGAN  
MAJOR GOVERNMENTAL FUNDS**

**COMMUNITY DEVELOPMENT FUND**

**STATEMENT OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**

For the Fiscal Year Ended December 31, 2004

	<u>Original Budget</u>	<u>Final Amended Budget</u>	<u>Actual</u>	<u>Variance</u>
<b>REVENUES</b>				
State sources	\$ 351,550	\$ 351,550	\$ 317,788	\$ (33,762)
Interest	2,300	2,300	3,417	1,117
Other Revenues	59,000	59,000	37,737	(21,263)
<b>TOTAL REVENUES</b>	<u>412,850</u>	<u>412,850</u>	<u>358,942</u>	<u>(53,908)</u>
<b>EXPENDITURES</b>				
Personnel services	98,655	98,655	62,248	36,407
Supplies	3,150	3,150	606	2,544
Other services and charges	311,045	311,045	343,227	(32,182)
Capital outlay	-	-	-	-
<b>TOTAL EXPENDITURES</b>	<u>412,850</u>	<u>412,850</u>	<u>406,081</u>	<u>6,769</u>
<b>EXCESS REVENUES OVER (UNDER) EXPENDITURES</b>	<u>-</u>	<u>-</u>	<u>(47,139)</u>	<u>(47,139)</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Operating transfers in	-	-	-	-
Operating transfers out	-	-	-	-
<b>TOTAL OTHER FINANCING SOURCES(USES)</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>CHANGE IN FUND BALANCE</b>	<u>-</u>	<u>-</u>	<u>(47,139)</u>	<u>(47,139)</u>
Fund balance, end of year	<u>139,192</u>	<u>139,192</u>	<u>165,399</u>	<u>-</u>
<b>FUND BALANCE, END OF YEAR \$</b>	<u><u>139,192</u></u>	<u><u>139,192</u></u>	<u><u>118,260</u></u>	<u><u>(47,139)</u></u>

COUNTY OF MARQUETTE, MICHIGAN

PROPRIETY FUNDS

COMBINING STATEMENT OF NET ASSETS

December 31, 2004

	Business – Type Activities: Enterprise Funds					Governmental Activities
	Medical Care Facility Operating Fund	Airport Fund	Forestry Fund	Water & Sewer Fund	Total	Internal Service Funds
<b>ASSETS</b>						
Current Assets:						
Cash and investments	\$ 1,871,745	\$ 627,418	\$ 463,372	\$ –	\$ 2,962,535	\$ 5,089,476
Cash and investments–restricted	1,981,719	–	–	–	1,981,719	–
Accounts receivable, net	1,144,969	127,387	255,051	159,725	1,687,132	19,953
Accrued interest receivable	–	–	–	–	–	136,333
Delinquent tax receivable	–	–	–	–	–	1,022,231
Due from State	–	–	–	–	–	–
Due from other funds	–	–	–	–	–	450,000
Due from other units	–	–	–	–	–	15,698
Inventory	–	–	–	–	–	–
Prepays and other assets	221,032	16,634	–	–	237,666	–
<b>TOTAL CURRENT ASSETS</b>	<b>5,219,465</b>	<b>771,439</b>	<b>718,423</b>	<b>159,725</b>	<b>6,869,052</b>	<b>6,733,691</b>
Noncurrent Assets:						
Capital assets, net of accumulated depreciation	5,283,826	26,174,130	10,457,439	9,677,592	51,592,987	727,438
<b>TOTAL NONCURRENT ASSETS</b>	<b>5,283,826</b>	<b>26,174,130</b>	<b>10,457,439</b>	<b>9,677,592</b>	<b>51,592,987</b>	<b>727,438</b>
<b>TOTAL ASSETS</b>	<b>10,503,291</b>	<b>26,945,569</b>	<b>11,175,862</b>	<b>9,837,317</b>	<b>58,462,039</b>	<b>7,461,129</b>
<b>LIABILITIES</b>						
Current Liabilities:						
Cash fund overdraft	–	–	–	38,689	38,689	–
Accounts payable	119,430	45,488	7,175	66,613	238,706	4,472
Due to other funds	–	450,000	–	–	450,000	–
Due to other units	–	–	–	–	–	–
Accrued payroll and related liabilities	135,981	54,287	–	18,851	209,119	–
Accrued sick and vacation pay	508,370	111,620	–	33,516	653,506	–
Deferred revenue	44,422	–	–	–	44,422	–
Other liabilities	4,334	20,058	–	–	24,392	–
Current portion of long-term debt	–	–	–	–	–	–
<b>TOTAL CURRENT LIABILITIES</b>	<b>812,537</b>	<b>681,453</b>	<b>7,175</b>	<b>157,669</b>	<b>1,658,834</b>	<b>4,472</b>
Noncurrent Assets:						
Notes payable	–	–	–	–	–	–
<b>TOTAL NONCURRENT ASSETS</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>
<b>TOTAL LIABILITIES</b>	<b>812,537</b>	<b>681,453</b>	<b>7,175</b>	<b>157,669</b>	<b>1,658,834</b>	<b>4,472</b>
<b>NET ASSETS</b>						
Invested in capital assets						
net of related debt	5,283,826	26,174,130	10,457,439	9,677,592	51,592,987	727,438
Unrestricted	4,406,928	89,986	711,248	2,056	5,210,218	6,729,219
<b>TOTAL NET ASSETS \$</b>	<b>\$ 9,690,754</b>	<b>\$ 26,264,116</b>	<b>\$ 11,168,687</b>	<b>\$ 9,679,648</b>	<b>\$ 56,803,205</b>	<b>\$ 7,456,657</b>

The accompanying notes are an integral part of these financial statements

**COUNTY OF MARQUETTE, MICHIGAN**

**PROPRIETARY FUNDS**

**COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS**

For the Fiscal Year Ended December 31, 2004

	Business – Type Activities: Enterprise Funds				Governmental Activities	
	Medical Care Facility Operating Fund	Airport Fund	Forestry Fund	Water & Sewer Fund	Total	Internal Service Funds
<b>OPERATING REVENUES:</b>						
Charges for services(net)	\$ 8,602,816	\$ 587,020	\$ 59,582	213,997	\$ 9,463,415	\$ 449,349
Federal sources	-	103,305	-	-	103,305	111,063
State sources	-	18,947	6,514	-	25,461	-
Penalties and interest on taxes	-	-	-	-	-	451,109
Interest earned	-	-	-	-	-	69,094
Collection fee and other revenues	-	-	-	-	-	-
Other operating revenue	309,014	838,598	283,390	9,762,068	11,193,070	138,466
<b>TOTAL OPERATING REVENUES</b>	<b>8,911,830</b>	<b>1,547,870</b>	<b>349,486</b>	<b>9,976,065</b>	<b>20,785,251</b>	<b>1,219,081</b>
<b>OPERATING EXPENSES:</b>						
Operating expenses	8,949,949	1,788,326	139,422	217,162	11,094,859	434,832
Depreciation	460,723	839,188	21,870	79,255	1,401,036	-
<b>TOTAL OPERATING EXPENSES</b>	<b>9,410,672</b>	<b>2,627,514</b>	<b>161,292</b>	<b>296,417</b>	<b>12,495,895</b>	<b>434,832</b>
<b>OPERATING INCOME(LOSS)</b>	<b>(498,842)</b>	<b>(1,079,644)</b>	<b>188,194</b>	<b>9,679,648</b>	<b>8,289,356</b>	<b>784,249</b>
<b>NON-OPERATING REVENUE(EXPENSES):</b>						
Investment Income	23,205	7,020	8,231	-	38,456	-
<b>NON-OPERATING REVENUES(EXPENSES)</b>	<b>23,205</b>	<b>7,020</b>	<b>8,231</b>	<b>-</b>	<b>38,456</b>	<b>-</b>
<b>INCOME(LOSS)BEFORE TRANSFERS</b>	<b>(475,637)</b>	<b>(1,072,624)</b>	<b>196,425</b>	<b>9,679,648</b>	<b>8,327,812</b>	<b>784,249</b>
Transfers in	300,000	300,000	-	-	600,000	2,848,869
Transfers (out)	-	-	-	-	-	(3,609,869)
<b>NET CHANGE IN ASSETS</b>	<b>(175,637)</b>	<b>(772,624)</b>	<b>196,425</b>	<b>9,679,648</b>	<b>8,927,812</b>	<b>23,249</b>
Net assets,beginning of year	9,866,391	27,036,740	10,972,262	-	47,875,393	7,433,408
<b>NET ASSETS,END OF YEAR \$</b>	<b>\$ 9,690,754</b>	<b>\$ 26,264,116</b>	<b>\$ 11,168,687</b>	<b>\$ 9,679,648</b>	<b>\$ 56,803,205</b>	<b>\$ 7,456,657</b>

The accompanying notes are an integral part of these financial statements

COUNTY OF MARQUETTE, MICHIGAN

PROPRIETARY FUNDS

STATEMENT OF CASH FLOWS

For the Year Ended December 31, 2004

	Business -Type Activities: Enterprise Funds				Governmental Activities
	Medical Care Facility Operating Fund	Airport Fund	Forestry Fund	Water & Sewer Fund	Internal Service Funds
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>					
Cash received from fees and charges for services	\$ 8,471,939	\$ 518,186	\$ 59,582	\$ 54,272	\$ 9,103,979
Other operating revenues	37,543	972,147	107,798	9,762,068	10,879,556
Cash payments to employees for services	(8,992,413)	(1,852,150)	(145,030)	(98,182)	(11,087,775)
Cash received from delinquent taxes	-	-	-	-	606,760
Other operating expenses	-	-	-	-	(10,871)
Cash received Federal grants	-	-	-	-	111,063
Proportionate share revenue	241,429	-	-	-	-
<b>NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES</b>	<u>(241,502)</u>	<u>(361,817)</u>	<u>22,350</u>	<u>9,718,158</u>	<u>1,085,093</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:</b>					
Cash from (withdrawal from) patient trust	(438)	-	-	-	-
Operating transfers in (out)	300,000	300,000	-	-	(761,000)
Increase (decrease) in due to other funds	-	-	-	-	-
<b>NET CASH PROVIDED (USED) BY NONCAPITAL FINANCING ACTIVITIES</b>	<u>299,562</u>	<u>300,000</u>	<u>-</u>	<u>-</u>	<u>(761,000)</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:</b>					
Cash payments for capital assets	(79,161)	(425,585)	(54,538)	(9,756,847)	(10,316,131)
<b>NET CASH PROVIDED (USED) BY CAPITAL AND RELATED FINANCING ACTIVITIES</b>	<u>(79,161)</u>	<u>(425,585)</u>	<u>(54,538)</u>	<u>(9,756,847)</u>	<u>(95,418)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>					
Interest income	23,205	7,020	8,231	-	38,456
<b>NET CASH PROVIDED (USED) BY INVESTING ACTIVITIES</b>	<u>23,205</u>	<u>7,020</u>	<u>8,231</u>	<u>-</u>	<u>38,456</u>
<b>NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<u>2,104</u>	<u>(480,382)</u>	<u>(23,957)</u>	<u>(38,689)</u>	<u>228,675</u>
Cash and cash equivalents, beginning of year	3,851,360	1,107,800	487,329	-	5,446,489
<b>CASH AND CASH EQUIVALENTS, END OF YEAR</b>	<u>\$ 3,853,464</u>	<u>\$ 627,418</u>	<u>\$ 463,372</u>	<u>\$ (38,689)</u>	<u>\$ 4,905,565</u>
<b>RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:</b>					
Operating income (loss)	\$ (498,842)	\$ (1,072,625)	\$ 188,194	\$ 9,679,648	\$ 8,296,375
Adjustments to reconcile operating income to net cash provided by operating activities:					
Depreciation	460,723	839,188	21,870	79,255	1,401,036
Bad debt	187	-	-	-	187
Change in assets and liabilities:					
(Increase) decrease in accounts receivable	(128,963)	(64,559)	(182,106)	(159,725)	(535,353)
(Increase) decrease in accrued interest receivable	-	-	-	-	-
(Increase) decrease in delinquent taxes receivable	-	-	-	-	-
(Increase) decrease in inventory	-	-	-	-	-
(Increase) decrease in prepaid expenses	(25,399)	9,626	-	-	(15,773)
Increase (decrease) in accounts payable	(7,090)	(77,757)	(5,608)	66,613	(23,842)
Increase (decrease) in accrued payroll and related liabilities	(9,976)	36,009	-	18,851	44,884
Increase (decrease) in other liabilities	(32,142)	(31,699)	-	33,516	(30,325)
Increase (decrease) in due to others	-	-	-	-	-
<b>NET ADJUSTMENTS</b>	<u>257,340</u>	<u>710,808</u>	<u>(165,844)</u>	<u>38,510</u>	<u>840,814</u>
<b>NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES</b>	<u>\$ (241,502)</u>	<u>\$ (361,817)</u>	<u>\$ 22,350</u>	<u>\$ 9,718,158</u>	<u>\$ 9,137,189</u>

The accompanying notes are an integral part of these financial statements.

COUNTY OF MARQUETTE, MICHIGAN

FIDUCIARY FUNDS

STATEMENT OF FIDUCIARY NET ASSETS

December 31, 2004

		<u>Agency Funds</u>
<b>ASSETS</b>		
Cash and investments	\$	1,274,382
Due from other funds		<u>-</u>
<b>TOTAL ASSETS</b>	\$	<u><u>1,274,382</u></u>
 <b>LIABILITIES:</b>		
Due to other funds	\$	20,000
Due to others		<u>1,254,382</u>
<b>TOTAL LIABILITIES</b>		<u><u>1,274,382</u></u>

COUNTY OF MARQUETTE, MICHIGAN

COMPONENT UNITS

COMBINING STATEMENT OF NET ASSETS

DECEMBER 31, 2004

	County Road Department	EDC Fund	DPW Debt Funds	Raney Creek Maintenance	TOTAL
<b>ASSETS</b>					
Current Assets:					
Cash and cash equivalents	\$ 3,188,064	\$ 591,983	\$ 46,762	\$ 44,073	\$ 3,870,882
Investments	-	-	-	-	-
Receivables, net	3,054,263	1,187,779	-	-	4,242,042
Internal balances	-	-	-	-	-
Inventory	675,567	-	-	-	675,567
Prepaid expenses and other assets	152,786	666,344	-	-	819,130
<b>TOTAL CURRENT ASSETS</b>	<b>7,070,680</b>	<b>2,446,106</b>	<b>46,762</b>	<b>44,073</b>	<b>9,607,621</b>
Restricted Assets	-	-	-	-	-
Noncurrent Assets:					
Unamortized bond issuance costs	-	-	-	-	-
Capital assets:					
Capital assets	14,245,208	-	-	-	14,245,208
Accumulated depreciation	(11,694,645)	-	-	-	(11,694,645)
Total Capital Assets	2,550,563	-	-	-	2,550,563
<b>TOTAL NONCURRENT ASSETS</b>	<b>2,550,563</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>2,550,563</b>
<b>TOTAL ASSETS</b>	<b>\$ 9,621,243</b>	<b>\$ 2,446,106</b>	<b>\$ 46,762</b>	<b>\$ 44,073</b>	<b>\$ 12,158,184</b>
<b>LIABILITIES</b>					
Current Liabilities:					
Accounts payable	\$ 586,845	\$ 9,216	\$ -	\$ 44,073	\$ 640,134
Accrued payroll and related	130,606	-	-	-	130,606
Deferred revenue	377,792	-	-	-	377,792
Compensated absences	121,537	-	-	-	121,537
Current portion of bonds payable	200,000	-	535,000	-	735,000
Current portion of notes and contracts payable	134,411	-	70,000	-	204,411
Other current liabilities	-	210,865	-	-	210,865
<b>TOTAL CURRENT LIABILITIES</b>	<b>1,551,191</b>	<b>220,081</b>	<b>605,000</b>	<b>44,073</b>	<b>2,420,345</b>
Noncurrent Liabilities:					
Compensated absences	364,612	-	-	-	364,612
Bonds payable	1,200,000	-	3,055,000	-	4,255,000
Notes payable	360,331	825,571	325,000	-	1,510,902
Other	-	-	-	-	-
<b>TOTAL NONCURRENT LIABILITIES</b>	<b>1,924,943</b>	<b>825,571</b>	<b>3,380,000</b>	<b>-</b>	<b>6,130,514</b>
<b>TOTAL LIABILITIES</b>	<b>3,476,134</b>	<b>1,045,652</b>	<b>3,985,000</b>	<b>44,073</b>	<b>8,550,859</b>
<b>NET ASSETS</b>					
Invested in capital assets net of related debt	946,596	455,479	-	-	1,402,075
Restricted:					
Debt Service	5,198,513	-	-	-	5,198,513
Other activities	-	782,856	-	-	782,856
Unrestricted	-	162,119	(3,938,238)	-	(3,776,119)
<b>TOTAL NET ASSETS</b>	<b>\$ 6,145,109</b>	<b>\$ 1,400,454</b>	<b>\$ (3,938,238)</b>	<b>\$ -</b>	<b>\$ 3,607,325</b>

COUNTY OF MARQUETTE, MICHIGAN

COMPONENT UNITS

COMBINING STATEMENT OF ACTIVITIES

DECEMBER 31, 2004

Function/Program	Expenses	Program Revenues			Net(expenses) Revenue and Changes in Net Ssets				
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	County Road Department	EDC Fund	DPW Debt	Raney Creek Maintenance	Total
County Road Operations	\$ 10,120,507	\$ 2,247,832	\$ 8,658,116	\$ -	\$ 785,441	\$ -	\$ -	\$ -	\$ 785,441
EDC Operations	315,821	-	-	-	\$ -	\$ (315,821)	-	-	(315,821)
DPW Debt Operations	208,659	1,089,778	-	-	\$ -	-	881,119	-	881,119
Raney Creek Maintenance Operations	-	-	-	-	\$ -	-	-	-	-
<b>TOTAL COMPONENT UNITS</b>	<b>\$ 10,644,987</b>	<b>\$ 3,337,610</b>	<b>\$ 8,658,116</b>	<b>\$ -</b>	<b>\$ 785,441</b>	<b>\$ (315,821)</b>	<b>\$ 881,119</b>	<b>\$ -</b>	<b>\$ 1,350,739</b>
General Revenues:									
Property taxes					\$ -	-	-	-	-
Interest and investment earnings					77,019	39,277	466	-	116,762
Miscellaneous					454,624	348,527	-	-	803,151
<b>TOTAL GENERAL REVENUES AND EXTRAORDINARY ITEMS</b>					<b>531,643</b>	<b>387,804</b>	<b>466</b>	<b>-</b>	<b>919,913</b>
<b>CHANGE IN NET ASSETS</b>					<b>1,317,084</b>	<b>71,983</b>	<b>881,585</b>	<b>-</b>	<b>2,270,652</b>
Net assets, beginning of year					4,828,025	1,328,471	(4,819,823)	-	1,336,673
<b>NET ASSETS, END OF YEAR</b>					<b>\$ 6,145,109</b>	<b>\$ 1,400,454</b>	<b>\$ (3,938,238)</b>	<b>\$ -</b>	<b>\$ 3,607,325</b>

The Accompanying Notes are an Integral Part of the Financial Statements



**COUNTY OF MARQUETTE, MICHIGAN  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2004**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The County of Marquette was organized in 1848 under the provisions of the Michigan Constitution. The County operates under a Commission/Administrator form of government and provides services in the following functional areas: legislative, courts, public records, management, human services, resource management and development, law enforcement, and community maintenance.

The financial statements of the County have been prepared in accordance with Generally Accepted Accounting Principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP for state and local governments through its pronouncements (Statements and Interpretations). Governments are also required to follow the pronouncements of the Financial Accounting Standards Board (FASB) issued through November 30, 1989, (when applicable) that do not conflict with or contradict GASB pronouncements. The more significant of these accounting policies established in GAAP and used by the County are described below.

**REPORTING ENTITY**

The County's financial statements present the County (the primary government) and its component units. In evaluating the County as a reporting entity, management has addressed all potential component units (traditionally separate reporting units) for which the County may or may not be financially accountable and, as such, be includable within the County's financial statements. The component units discussed below are included in the reporting entity because of the significance of their operational or financial relationship with the County.

Blended Component Units

The Marquette County Health Department (MCHD) is governed by a seven-member board appointed by the County Board. It provides limited health services to the residents of Marquette County. The County of Marquette provides an annual subsidy to the MCHD.

The Marquette County Family Independence Agency (FIA) is governed by a three-member board appointed by the County Board. Although the employees are employed by the State of Michigan, and the State pays for many of the programs, the entity is considered part of the primary government. The reasons for this presentation are that the County Board appoints the FIA Board, and State law makes it a county organization.

The Marquette County Commission on Aging (COA) is governed by a twenty-one member board appointed by the County Board. It provides limited services to the elderly residents of Marquette County.

The Marquette County Medical Care Facility (MCF) is governed by a three-member board appointed by the County Board. Although it is a distinct entity from the county, the MCF is reported as if it were part of the primary government because its sole purpose is to provide skilled nursing services to residents of the County of Marquette.

The Marquette County Building Authority is governed by a three-member board appointed by the County Board. Although it is legally separate from the county, the Building Authority is reported as if it were part of the primary government because its sole purpose is to finance and construct Marquette County public

**COUNTY OF MARQUETTE, MICHIGAN**  
**NOTES TO FINANCIAL STATEMENTS**  
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**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED**

buildings.

Discretely Presented Component Units

The component units columns in the combined financial statements include the financial data of the County's other component units. They are reported in a separate column to emphasize that they are legally separate from the County.

The Marquette County Road Commission (MCRC) is governed by a three-member board appointed by the County Board. The MCRC may not issue debt or levy a tax without the approval of the County Board. If approval is granted, the Road Commission's taxes are levied under the taxing authority of the County, as approved by the County Board, and would be included as part of the County's total tax levy as well as reported in the County Road Fund. The MCRC is supported primarily by payments from other local units of government for local maintenance and construction of roads. Funding sources include State of Michigan Motor Vehicle Highway Funds and Federal Aid Secondary Funds. The County of Marquette does not always provide an annual subsidy to the MCRC. The Marquette County Road Commission has a fiscal year ending September 30, 2004. Accordingly, the component unit financial statement information included in this report reflects activity as of September 30, 2004.

The County Drain Commission pursuant to the Drain Code of 1956, the Drain Commissioner has the responsibility to administer the State Drain Code. The Marquette County Drain Commissioner is elected and is responsible for planning, developing, and maintaining water drainage systems within the County. Each of the drainage districts established is a separate legal entity, with the power to contract, to sue and be sued, to hold, manage, and dispose of real and personal property. The Drain Commissioner has sole responsibility to administer the drainage district established. The Drain Commissioner may issue debt or levy a special assessment as authorized by the Drain Code without the approval of the County Board of Commissioners. Separate financial statements for the County Drain Commission are not published.

The Economic Development Corporation (EDC) of the County of Marquette, which was established pursuant to the provisions of Public Act 338 of 1974, as amended, is governed by a nine-member Board of Directors appointed by the County Board. The EDC provides assistance to new and expanding small to medium sized businesses within Marquette County, primarily for job retention and creation purposes. The County of Marquette provides an annual subsidy to the EDC.

Complete financial statements of the individual component units, except for the Drain Commission, Building Authority, Department of Public Works, Commission on Aging, Family Independence Agency, Health Department and the Economic Development Corporation, which do not issue separate financial statements, can be obtained from the Administrator's office at the Courthouse or at the respective administrative offices as noted below:

Marquette County Medical Care Facility  
200 W. Saginaw  
P.O. Box 309  
Ishpeming, MI 49849

Marquette County Road Commission  
1610 North Second Street  
P.O. Box 10  
Ishpeming, MI 49849

**COUNTY OF MARQUETTE, MICHIGAN  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2004**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED**

Joint Ventures

As defined in GASB #14, a joint venture is a legal entity or other organization that results from a contractual arrangement (or inter-local agreement) and that is owned, operated, or governed by two or more participants as a separate and specific activity subject to joint control in which the participants retain: (a) an ongoing financial interest; or (b) an ongoing financial responsibility. The County participates in the following joint ventures:

Community Mental Health Services (Pathways) Board consists of members of the participating counties as appointed by the respective counties. As enumerated in the Footnotes, Pathways is not being accounted for in the financial statements of the County.

**BASIC FINANCIAL STATEMENTS – GOVERNMENT-WIDE FINANCIAL STATEMENTS:**

The County's basic financial statements include both government-wide (reporting the County as a whole) and fund financial statements (reporting the County's major funds). Both the government-wide and fund financial statements categorize primary activities as either governmental or business-type. The County's legislative, judicial, public safety, recreation and culture and general services and administration are classified as governmental activities. The County's Medical Care Facility, Airport, Water & Sewer Fund, and Forestry Funds are classified as business-type activities.

In the government-wide Statement of Net Assets, both the governmental and business-type activities columns are presented on a consolidated basis by column and are reported on a full accrual, economic resource basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations. The County's net assets are reported in three parts: invested in capital assets, net of related debt; restricted net assets; and unrestricted net assets. The County first utilizes restricted resources to finance qualifying activities.

The government-wide Statement of Activities reports both the gross and net cost of each of the County's functions and business-type activities. The functions are also supported by general government revenues (property, sales and use taxes, certain intergovernmental revenues, fines, permits and charges, etc.). The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, operating and capital grants. Program revenues must be directly associated with the function or a business-type activity. Operating grants include operating-specific and discretionary (either operating or capital) grants while the capital grants column reflects capital-specific grants. The net costs (by function or business-type activity) are normally covered by general revenue.

The government-wide focus is more on the sustainability of the County as an entity and the change in the County's net assets resulting from the current year's activities. For the most part, the effect of inter-fund activities has been removed from these statements.

**BASIC FINANCIAL STATEMENTS – FUND FINANCIAL STATEMENTS:**

The financial transactions of the County are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprises its assets,

**COUNTY OF MARQUETTE, MICHIGAN  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2004**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED**

liabilities, reserves, fund equity, revenues and expenditures/expenses. The various funds are reported by generic classification within the financial statements.

The following fund types are used by the County:

**Governmental Funds:**

The focus of the governmental funds' measurement (in the fund statements) is upon determination of financial position (sources, uses, and balances of financial resources) rather than upon net income. The following is a description of the governmental funds of the County:

**General Fund** - General Fund is the general operating fund and, accordingly, it is used to account for all financial resources except those required to be accounted for in another fund.

**Special Revenue Funds** - Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specific purposes.

**Debt Service Funds** - Debt Service Funds are used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest, and related costs.

**Capital Projects Funds** - Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by business-type/proprietary funds).

**Proprietary Funds:**

The focus of proprietary fund measurement is upon determination of operating income, changes in net assets, financial position, and cash flows. The generally accepted accounting principles applicable are those similar to businesses in the private sector. The following is a description of the proprietary funds of the County:

**Enterprise Funds** - Enterprise Funds are used to account for operations: (a) that are financed and operated in a manner similar to private business enterprises - where the intent of the governing body is that the cost (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

**Internal Service Funds** - Internal Service Funds are used to finance, administer, and account for the financing of goods and services provided by one department or agency to other departments or agencies of the governmental unit or to other governmental units on a cost reimbursement basis.

**Component Units:**

Component units are used to account for the discretely presented component units which follow proprietary fund accounting guidelines.

**COUNTY OF MARQUETTE, MICHIGAN  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2004**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED**

**Fiduciary Funds:**

Fiduciary funds are used to report assets held in a trustee or agency capacity for others and therefore are not available to support County programs. The agency fund is custodial in nature and does not present results of operations or have a measurement focus.

The emphasis in fund financial statements is on the major funds in either the governmental or business-type activities categories. Non-major funds by category are summarized into a single column. GASB Statement No. 34 sets forth minimum criteria (percentage of the assets, liabilities, revenues or expenditures/expenses of either fund category or the governmental and enterprise combined) for the determination of major funds.

The County reports the following major governmental funds:

The **General Fund** is the County's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The **Health Department** provides limited health services to the residents of the County.

The **Community Development** applies for, receives, and disburses funds from MSHDA (Michigan State Housing Development Authority) to rehabilitate private single-family dwellings, provide emergency assistance and home purchase/rehabilitation.

The County reports the following major proprietary funds:

The **Medical Care Facility** provides skilled nursing services to residents of the County.

The County's **Internal Service Funds** are presented in the proprietary funds financial statements. Because the principal users of the internal services are the County's governmental activities, the financial statement of the internal service fund is consolidated into the governmental column when presented in the government-wide financial statements. The cost of these services is reported in the general services and administration functional activity.

The County's **Fiduciary Funds** are presented in the fiduciary fund financial statements by type (agency). Since by definition these assets are being held for the benefit of a third party (other local governments, private parties, etc.), and cannot be used to address activities or obligations of the County, these funds are not incorporated into the government-wide statements.

**BASIS OF ACCOUNTING**

Basis of accounting refers to the point at which revenues or expenditures/expenses are recognized in the accounts and reported in the financial statements. It relates to the timing of the measurements made regardless of the measurement focus applied.

**COUNTY OF MARQUETTE, MICHIGAN**  
**NOTES TO FINANCIAL STATEMENTS**  
**DECEMBER 31, 2004**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED**

**Accrual**

Both governmental and business-type activities in the government-wide financial statements and the proprietary and fiduciary fund financial statements are presented on the accrual basis of accounting. Revenues are recognized when earned and expenses are recognized when incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which the payment is due. Grants and similar items are recognized as revenues as soon as all eligibility requirements imposed by the provider have been met.

All proprietary funds apply Financial Accounting Standards Board (FASB) pronouncements and Accounting Principles Board (APB) opinions issued on or before November 30, 1989, unless those pronouncements conflict with or contradict GASB pronouncements, in which case, GASB prevails. Their revenues are recognized when they are earned, and their expenses are recognized when they are incurred.

**Modified Accrual**

The governmental funds financial statements are presented on the modified accrual basis of accounting. Under the modified basis of accounting, revenues are recorded when they are both measurable and available. "Available" means collectible within the current period or within 60 days of the end of the current fiscal period. Expenditures are generally recognized under the modified accrual basis of accounting when the related liability is incurred. However, debt service expenditures, compensated absences, and claims and judgments are recorded only when payment is due.

**FINANCIAL STATEMENT AMOUNTS**

**Budgets and Budgetary Accounting** - The County follows these procedures in establishing the budgetary data reflected in the financial statements:

1. In accordance with the annually adopted budget calendar, and generally around August 15, the County Administrator submits to the County Board of Commissioners proposed operating and capital budgets for the fiscal year commencing the following January 1. Proposed budgets include projected expenditures and the means of financing them.
2. Numerous opportunities exist for public comment during the budget process including at least two formal public hearings.
3. Pursuant to statute, on the second Tuesday of October of each year, the budget for the ensuing year is legally enacted through the adoption of an Annual General Appropriations Act.
4. The general statute governing County budgetary activity is the State of Michigan Uniform Budgeting and Accounting Act. In addition to the provisions of said Act and Board policy, general statements concerning the Board's intent regarding the administration of each year's budget are set out in the Annual General Appropriations Act. The Marquette County Board of Commissioners, through policy action, specifically directs the Administrator not to authorize or participate in any expenditure of funds except as authorized by the Annual General Appropriations Act. The Board recognizes that, in addition

**COUNTY OF MARQUETTE, MICHIGAN  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2004**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED**

to possible Board sanctions for willful disregard of this policy, State statutes provide for civil liability for violation of the Annual General Appropriations Act.

5. The Marquette County Administrator is authorized by means of County policy to make certain transfers:
  - a. The Administrator receives a request for a budget transfer in writing from a department administrator. Such request must specify the necessity for the transfer, as well as the account name and/or group(s) of accounts to be affected within prescribed limitations. Transfers in excess of those limitations must be approved by the Board of Commissioners.
  - b. The following considerations must be reviewed in determination of transfer approvals:
    - i. Is the transfer consistent with the intent of the Board of Commissioners in adopting the annual budget?
    - ii. Will the transfer maintain the financial integrity of the County?
    - iii. Will the transfer provide a reasonable solution to the budgetary unit-operating problem?
  - c. Considering the above, the Administrator will then decide whether or not the transfer should be made.
  - d. In authorizing such budget transfers, the Administrator may not exceed 10 percent of the aggregate total of all accounts within the budgetary unit budget. The budgetary unit wishing budgetary changes in excess of 10 percent in any budget year must apply, through the Administrator, to the County Board of Commissioners for a budget amendment.
  - e. Supplemental appropriations are submitted to and reviewed by the County Administrator and submitted to the Committee of the Whole for further consideration. If approved, they are transmitted to the County Board of Commissioners for their review and approval. If approved, they are implemented by the Administrator's Office through a budget revision.
  - f. Provisions of the current policy empower the Administrator to authorize certain transfers in the personnel services account group. In no instance does current policy permit the Administrator to authorize transfers in the operating capital outlay account group. An account group is defined as one of four groups of account numbers and titles as set out in the adopted annual budget of the Marquette County Board of Commissioners, i.e., personnel services, supplies, other charges and services, and operating capital outlay.
6. The County of Marquette adopts its Annual Budget on a program basis. Each program is defined within the formal budget structure and glossary of terms adopted by Board action. The program budget structure consists of five levels of detail as follows: Resource Allocation; Major Functioning Group; Department; Program; Activity.

**COUNTY OF MARQUETTE, MICHIGAN**  
**NOTES TO FINANCIAL STATEMENTS**  
**DECEMBER 31, 2004**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED**

- a. At each level of detail, governmental operations are summarized into expenditure account groups. Funding sources are also identified and adopted at each level of detail. Budgetary controls exist at the most detailed level adopted by the Board of Commissioners, i.e., department, program or activity level. A detailed line item breakdown is prepared for each program. Accounting controls are maintained at the line item detail level.
7. Budgets for the General, Special Revenue, Enterprise and Capital Project Funds are adopted on a basis consistent with generally accepted accounting principles. Budgeted amounts, in the Financial Report, are as originally adopted or amended by the County Board of Commissioners.
8. General Fund budgeted appropriations to other County departments/ budgetary units unexpended at the end of the current fiscal operating year are returned to the County General Fund in the subsequent year after completion of the County's annual audit. The return of unexpended General Fund appropriations are reported as residual equity transfers in the 2004 Financial Report.

**Encumbrances** – The County has adopted the encumbrance method of accounting on a monthly basis. Under the encumbrance method, requisitioned expenditures are recorded as expenditures in the monthly reports. This reserves available resources for expenditures committed in which items or invoices have not yet been received. The County records material encumbrances as a reservation of fund balance at year-end since they do not constitute expenditures or liabilities.

**Cash Equivalents and Investments** - For the purposes of balance sheet classification and the statement of cash flows, cash and equivalents consist of demand deposits, cash in savings, money market accounts and short-term certificates of deposit with original maturity of three months or less. Investments are carried at fair value.

**Inventory** - Inventory is valued at the lower of cost (first-in, first-out) or market. Inventory in the Special Revenue and Enterprise Funds consists of expendable supplies and materials held for consumption. Inventory is charged to operations upon consumption by the various operating funds within the County.

**Capital Assets** – Capital assets, which include property, plant, equipment and infrastructure assets (i.e., streets, bridges, and sidewalks), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the County as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of five years.

All capital assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Donated capital assets are valued at their fair value on the date donated. Depreciation on all exhaustible capital assets is charged as an expense against their operations in government-wide statements and proprietary financial statements. Accumulated depreciation is reported on government-wide and proprietary statement of net assets. Depreciation has been provided over the estimated useful lives using the straight-line method. The estimated useful lives are as follows:



**COUNTY OF MARQUETTE, MICHIGAN  
NOTES TO FINANCIAL STATEMENTS  
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**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED**

Land Improvements	20 years
Building, Structures and Improvements	40 years
Equipment	5-20 years
Water and Sewage System	20 years
Vehicles	5 years
Infrastructure	20-50 years

**Long-Term Liabilities:** In the government-wide financial statements and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities and business-type activities or proprietary fund type statement of net assets. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using straight line amortization. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuance are reported as other financing sources and bond discounts are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt received, are reported as debt service.

**Estimates** – The preparation of financial statements in conformity with generally accepted accounting principles requires the use of estimates and assumptions that affect the reporting of certain assets, liabilities, revenues, and expenditures. Actual results may differ from estimated amounts.

**Property Taxes** – Property taxes attach as an enforceable lien of property as of December 1 and payable by February 28. Taxes receivable are recorded when levied, as the legal right to receive exists. However, such revenues are not normally received until after the 60-day period following the fiscal year. Accordingly, deferred revenue is being recognized for such amounts.

**Compensated Absences** – The County accrues accumulated unpaid vacation and sick leave days and associated employee-related costs when earned (or estimated to be earned) by the employee. The non-current portion (the amount estimated to be used in subsequent fiscal years) for governmental funds is maintained separately and represents a reconciling item between the fund and government-wide presentations.

**Deferred Revenues** – Deferred revenues are those where asset recognition criteria have been met, but for which revenue recognition criteria have not been met.

**Inter-fund Activity** – Inter-fund activity is reported as either loans, services provided reimbursements or transfers. Loans are reported as inter-fund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are

**COUNTY OF MARQUETTE, MICHIGAN  
NOTES TO FINANCIAL STATEMENTS  
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**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED**

treated as revenues and expenditures/expenses. Reimbursements occur when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a result of the reimbursement. All other inter-fund transactions are treated as transfers. Transfers between governmental or proprietary funds are netted as part of the reconciliation to the government-wide financial statements.

**Implementation of New Accounting Principles** – In June 1999, the Governmental Accounting Standards Board (GASB) unanimously approved Statement No. 34, *Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments* (GASB No. 34). Certain of the significant changes in the Statement include the following:

For the first time, the financial statements include a Management Discussion and Analysis (MD&A) section providing an analysis of the County's overall financial position and results of operations, and financial statements were prepared using full accrual accounting for all of the County's activities, including infrastructure (i.e., streets, bridges and sidewalks). The fund financial statements were changed to shift the focus on the major funds.

These and other changes are reflected in the accompanying financial statements (including notes to financial statements). The County has elected to utilize the infrastructure transition option in the implementation of GASB No. 34 and will defer the retroactive reporting of the general and infrastructure reporting provisions of the statement until the subsequent year. Current year additions to infrastructure have been included in these financial statements.

**NOTE 2 – DEPOSITS AND INVESTMENTS**

The composition of cash and investments as reported in the combined balance sheet is presented below:

	<u>Primary Government</u>	<u>Discrete Governmental Component Units</u>	<u>Fiduciary Funds</u>	<u>Total</u>
Combined Balance Sheet:				
Cash and Investments:				
Unrestricted	\$ 15,563,778	\$3,870,882	\$1,274,382	\$20,709,042
Restricted	1,981,719	-	-	1,981,719
<b>TOTAL</b>	<u>\$ 17,545,497</u>	<u>\$3,870,882</u>	<u>\$1,274,382</u>	<u>\$22,690,761</u>

	<u>Primary Government</u>	<u>Discrete Governmental Component Units</u>	<u>Fiduciary Funds</u>	<u>Total</u>
Composition of Balances:				
Cash in Banks	\$ (1,778,239)	\$3,870,882	\$1,274,382	\$ 3,367,025
Certificates of Deposit	1,346,555	-	-	1,346,555
Imprest cash	4,701	-	-	4,701
Investments	17,972,480	-	-	\$17,972,480
<b>TOTAL</b>	<u>\$ 17,545,497</u>	<u>3,870,882</u>	<u>1,274,382</u>	<u>\$22,690,761</u>

**COUNTY OF MARQUETTE, MICHIGAN**  
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**NOTE 2 – DEPOSITS AND INVESTMENTS - CONTINUED**

Act 196, PA 1997, authorized the County to deposit and invest in:

1. Bonds, securities, and other direct obligations of the United States or its agencies.
2. Certificates of deposit, savings accounts, deposit accounts, or depository receipts of federally insured banks, insured savings and loan associations or credit unions insured by the National credit union administration that are eligible to be depository of surplus money belonging to the State under Section 5 or 6 of Act 105, PA 1855, as amended (MCL 21.145 and 21.146).
3. Commercial paper rated at time of purchase within the two highest classifications established by not less than two standard rating services. Maturity cannot be more than 270 days after purchase.
4. United States government or Federal agency obligation repurchase agreements.
5. Banker's acceptance of United States banks.
6. Mutual funds composed of investments which are legal for direct investments by local units of government in Michigan.
7. Obligation of the State of Michigan or its political subdivisions which are rated investment grade.
8. Financial institutions eligible for deposit of public funds must maintain an office in Michigan.

Deposits

At year-end, the carrying amount of the County's deposits was \$3,367,025 and the bank balance was \$8,219,634. Of the bank balance, \$625,643 was covered by federal depository insurance according to FDIC regulations.

These deposits are in various financial institutions in varying amounts. All accounts are in the name of the County and specific funds. They are recorded in County records at cost. Interest is recorded when the deposits mature or is credited to the applicable account.

Investments

The County's investments are categorized below to give an indication of the level of risk assumed by the County at year-end. Category 1 includes investments that are insured or registered or for which the securities are held by the County or its agent in the County's name. Category 2 includes uninsured and unregistered investments for which securities are held by the broker's or dealer's trust department or agent in the County's name. Category 3 includes uninsured and unregistered investments for which the securities are held by the broker or dealer, or by its trust department or agent but not in the County's name.

	Category				Market Value/ Carrying Amount
	<u>1</u>	<u>2</u>	<u>3</u>	<u>Non- Category</u>	
<b>Reporting Entity:</b>					
U.S. Government	\$ -	\$15,034,855	\$ -	\$ -	\$ 15,034,855
Obligations					
Federal Home Loans	-	2,937,625	-	-	2,937,625
<b>TOTALS</b>	<u>\$ -</u>	<u>\$17,972,480</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 17,972,480</u>

**COUNTY OF MARQUETTE, MICHIGAN  
NOTES TO FINANCIAL STATEMENTS  
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**NOTE 2 – DEPOSITS AND INVESTMENTS - CONTINUED**

The County's investments are in accordance with statutory authority.

Michigan law prohibits security in the form of collateral, surety bond, or another form for the deposit of public money.

**NOTE 3 – RESTRICTED ASSETS**

The Medical Care Facility in the Enterprise Funds has designated/restricted assets in this fund for the following:

1. Future Capital Purchases for \$ 1,762,143
2. Future Pension Payments for \$ 219,576

**NOTE 4 – JOINT VENTURE COMMUNITY MENTAL HEALTH SERVICES**

Pursuant to an amendment to the Mental Health Code, Public Act 290 of 1995, the Counties of Alger, Marquette, Delta, and Luce created a Community Mental Health Authority (Pathways to Healthy Living) with powers and duties as defined in Section 205, MCL 330.1205. Under such provisions, Pathways to Healthy Living became a separate legal entity from the counties as appointed by the respective counties. The Board has full power to comply and carry out the financial and clinical provisions of the Mental Health Code. Summary financial information as of and for the fiscal year ended September 30, 2004, for the Board is as follows:

Assets	\$ 10,274,289
Liabilities	8,214,131
Total Fund Equity	2,060,158
Total Revenues	70,864,357
Total Expenditures	72,847,990
Net Increase (decrease) in Fund Equity	(1,983,633)

**NOTE 5 – LEASE COMMITMENTS**

The County has entered into certain lease arrangements for office space. The office space relates to the Ishpeming District Court and is for a two-year non-cancelable period ending in 2005. Schedules of the annual payments are as follows:

Year	<u>Office Space</u>
2005	<u>\$51,470</u>
TOTAL	<u>\$51,470</u>

**COUNTY OF MARQUETTE, MICHIGAN**  
**NOTES TO FINANCIAL STATEMENTS**  
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**NOTE 6 - LONG-TERM DEBT**

The following is a summary of long-term debt transactions during the period ended December 31, 2004, are summarized as follows:

	December 31, 2003	Additions	Subtractions	December 31, 2004
<b>Governmental Activities:</b>				
Building Authority Bonds	\$ 1,780,000	\$ -	\$ 1,780,000	\$ -
Total Governmental Activities	<u>\$ 1,780,000</u>	<u>\$ -</u>	<u>\$ 1,780,000</u>	<u>\$ -</u>
<b>TOTAL PRIMARY GOVERNMENT LONG-TERM DEBT</b>	<u>\$ 1,780,000</u>	<u>\$ -</u>	<u>\$ 1,780,000</u>	<u>\$ -</u>
<b>Discrete Component Units:</b>				
Road Commission:				
MTF Bond	1,600,000	-	200,000	1,400,000
SIB Loan	290,775	-	-	290,775
Volvo Lease Purchase	332,365	-	128,397	203,968
EDC:				
Installment Note Payable # 1	454,274	-	49,965	404,309
Installment Note Payable # 2	451,060	-	451,060	-
Drainage Districts:				
Badger Creek Drain Installment Note	460,000	-	65,000	395,000
DPW:				
Marquette County Refunding Bonds (Unlimited Tax) Series 1998	795,000	-	155,000	640,000
Marquette County Refunding Bonds (Limited Tax):	3,390,000	-	625,000	2,765,000
Series 1998A				
Series 1998B	235,000	-	50,000	185,000
Total Discrete Component Units	<u>\$ 8,008,474</u>	<u>\$ -</u>	<u>\$ 1,724,422</u>	<u>\$ 6,284,052</u>
<b>TOTAL LONG-TERM DEBT</b>	<u>\$ 9,788,474</u>	<u>\$ -</u>	<u>\$ 3,504,422</u>	<u>\$ 6,284,052</u>

Annual maturities on the Long-Term Debt are as follows:

	Primary Government	Business-Type Activities	Discrete Component Unit
2005	\$ -	\$ -	\$ 1,283,629
2006	-	-	1,240,423
2007	-	-	840,000
2008	-	-	775,000
2009	-	-	625,000
2010-2013	-	-	1,520,000
<b>TOTAL</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6,284,052</u>

**COUNTY OF MARQUETTE, MICHIGAN  
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**NOTE 6 - LONG-TERM DEBT - CONTINUED**

BOND

<u>YEAR</u>	<u>PRINCIPAL</u>	<u>INTEREST</u>	<u>TOTAL</u>
2005	200,000	59,800	259,800
2006	200,000	51,800	251,800
2007	200,000	43,800	243,800
2008	200,000	35,300	235,300
2009-2011	600,000	53,800	653,800
TOTALS	<u>\$1,400,000</u>	<u>\$244,500</u>	<u>\$1,644,500</u>

On June 7, 2001, the Marquette County Road Commission issued \$2,000,000 Michigan Transportation Fund Revenue Note of 2001 ("Bond") for the purpose of equipment purchases and other long-term debt payoff. The bond's interest is due semi-annually on February 7 and August 7 at a rate of 4.0% with principal due August 7 each year.

SIB LOAN

As part of the Emergency Funding from the State of Michigan for the 2004 Dead River Flooding reconstruction, the State gave the Marquette County Road Commission a \$290,775 loan from the State Infrastructure Bank, with 0% interest and is due on September 30, 2005, in one lump sum payment.

VOLVO LEASE PURCHASE  
December 31, 2004

<u>YEAR</u>	<u>PRINCIPAL</u>	<u>INTEREST</u>	<u>TOTAL</u>
2005	134,410	6,560	140,970
2006	69,557	959	70,486
TOTAL	<u>\$ 203,967</u>	<u>\$ 7,519</u>	<u>\$211,456</u>

In May of 2003, the Marquette County Road Commission purchased two Volvo Motor Graders on an installment loan for \$ 395,900 with 36 month payments of \$11,747.

<u>INSTALLMENT NOTE PAYABLE #1</u>			
<u>YEAR</u>	<u>INTEREST</u>	<u>PRINCIPAL</u>	<u>TOTAL</u>
2005	25,614	53,444	79,058
2006	5,832	350,865	356,697
TOTALS	<u>\$31,446</u>	<u>\$404,309</u>	<u>\$435,755</u>

Installment Note Payable #1 is through Wells Fargo Bank. The loan was originally dated October 25, 2001, for \$551,007 with monthly payments of \$6,588.13 bearing an interest rate of 6.75%.

**COUNTY OF MARQUETTE, MICHIGAN  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2004**

**NOTE 6 - LONG-TERM DEBT - CONTINUED**

**SCHEDULE OF BADGER CREEK DRAINAGE DISTRICT BONDS**

December 31, 2004

	<u>April 1</u>		<u>October 1</u>	
<u>YEAR</u>	<u>INTEREST</u>	<u>PRINCIPAL</u>	<u>INTEREST</u>	<u>TOTAL</u>
2005	13,450	70,000	11,140	94,590
2006	11,140	75,000	8,627	94,767
2007	8,628	80,000	5,907	94,535
2008	5,908	85,000	2,975	93,883
2009	2,975	85,000	-	87,975
<b>TOTALS</b>	<b><u>\$42,101</u></b>	<b><u>\$395,000</u></b>	<b><u>\$28,649</u></b>	<b><u>\$465,750</u></b>

The Badger Creek Drain Bonds (Limited Tax General Obligation) were issued originally in 1994 with interest rates of 6.2% - 8.00%.

**SCHEDULE OF MARQUETTE COUNTY REFUNDING BONDS**

**(UNLIMITED TAX) SERIES 1998**

December 31, 2004

	<u>June 1</u>		<u>December 1</u>	
<u>YEAR</u>	<u>INTEREST</u>	<u>INTEREST</u>	<u>PRINCIPAL</u>	<u>TOTAL</u>
2005	13,840	13,840	160,000	187,680
2006	10,400	10,400	160,000	180,800
2007	6,960	6,960	160,000	173,920
2008	3,520	3,520	160,000	167,040
<b>TOTALS</b>	<b><u>\$34,720</u></b>	<b><u>\$34,720</u></b>	<b><u>\$640,000</u></b>	<b><u>\$709,440</u></b>

Marquette County Refunding Bonds (Unlimited Tax) Series 1998 issued for \$1,585,000 of which \$1,485,000 was part of the refunding. The refunding resulted in a net savings of \$109,140. The refunding bonds are dated July 1, 1998, mature annually as scheduled above and bear interest at a maximum of 6.0% per annum.

**COUNTY OF MARQUETTE, MICHIGAN  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2004**

**NOTE 6 - LONG-TERM DEBT - CONTINUED**

SCHEDULE OF MARQUETTE COUNTY REFUNDING  
BONDS (LIMITED TAX) SERIES 1998A  
December 31, 2004

<u>YEAR</u>	<u>May 1</u>		<u>November 1</u>	
	<u>INTEREST</u>	<u>PRINCIPAL</u>	<u>INTEREST</u>	<u>TOTAL</u>
2005	60,486	320,000	53,685	434,171
2006	53,685	325,000	46,698	425,383
2007	46,698	330,000	39,603	416,301
2008	39,603	330,000	32,508	402,111
2009	32,509	340,000	25,027	397,536
2010-2013	58,886	1,120,000	33,863	1,212,749
<b>TOTALS</b>	<b><u>\$291,867</u></b>	<b><u>\$2,765,000</u></b>	<b><u>\$231,383</u></b>	<b><u>\$3,288,251</u></b>

Marquette County Refunding (Limited Tax) Series 1998A issued for \$7,665,000 of which \$6,195,000 was part of the refunding. The refunding resulted in a net savings of \$234,543. The refunding bonds are dated July 1, 1998, mature annually as scheduled above and bear interest at a maximum of 6.0% per annum.

SCHEDULE OF MARQUETTE COUNTY REFUNDING BONDS  
(LIMITED TAX) SERIES 1998B  
December 31, 2004

<u>YEAR</u>	<u>March 1</u>		<u>September 1</u>	
	<u>INTEREST</u>	<u>PRINCIPAL</u>	<u>INTEREST</u>	<u>TOTAL</u>
2005	4,245	55,000	3,007	62,252
2006	3,008	60,000	1,627	64,635
2007	1,628	70,000	-	71,628
<b>TOTALS</b>	<b><u>\$8,881</u></b>	<b><u>\$185,000</u></b>	<b><u>\$4,634</u></b>	<b><u>\$198,515</u></b>

Marquette County Refunding Bonds (Limited Tax) Series 1998B issued for \$470,000. The refunding resulted in a net savings of \$36,601. The refunding bonds are dated July 1, 1998, mature annually as scheduled above and bear interest at a maximum of 6.0% per annum.



**COUNTY OF MARQUETTE, MICHIGAN  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2004**

**NOTE 7 – INTER-FUND BALANCES**

The amounts of inter-fund receivable and payables are as follows:

<u>Fund</u>	<u>Receivable</u>	<u>Fund</u>	<u>Payable</u>
PRIMARY GOVERNMENT:			
General	\$ 44,290	Non-major Special Revenue	\$ 44,290
General	20,000	Fiduciary Funds	20,000
General	616,005	Non-major Special Revenue	616,005
Non-major Internal Service	<u>450,000</u>	Non-Major Enterprise	<u>450,000</u>
TOTAL	<u>\$ 1,130,295</u>	TOTAL	<u>\$ 1,130,295</u>

**NOTE 8 – INTER-FUND TRANSFERS IN AND OUT**

The inter-fund transfers for the year are as follows:

	<u>Operating Transfers In</u>		<u>Operating Transfers Out</u>
Non-Major Special Revenue	\$ 1,645,290	General	\$ 1,939,684
Health Department	294,394		
Non-Major Special Revenue	104	Non-Major Government Funds	104
Non-Major Debt Service	1,859,663	Non-Major Special Revenue	1,859,663
Medical Care Facility	300,000	Non-Major Special Revenue	300,000
Airport	300,000	Non-Major Special Revenue	300,000
General Fund	711,000	Non-Major Internal Services	711,000
General Fund	616,005	Non-Major Special Revenue	616,005
Non-Major Internal Service	2,848,869	Non-Major Internal Service	2,848,869
Health Department	50,000	Non-Major Internal Service	50,000
Non-Major Component Units	<u>3,835</u>	Non-Major Special Revenue	<u>3,835</u>
TOTAL REPORTING ENTITY	<u>\$ 8,629,160</u>	TOTAL REPORTING ENTITY	<u>\$ 8,629,160</u>

**COUNTY OF MARQUETTE, MICHIGAN**  
**NOTES TO FINANCIAL STATEMENTS**  
**DECEMBER 31, 2004**

**NOTE 9 – CAPITAL ASSETS**

A summary of the capital assets of the Governmental Activities is as follows:

	Balance at December 31, 2003	Additions	Disposals	Balance at December 31, 2004
<b>GOVERNMENTAL ACTIVITIES:</b>				
Construction in progress	\$ -	\$ -	\$ -	\$ -
Land	403,624	-	-	403,624
Total Capital Assets, not being depreciated	<u>\$ 403,624</u>	<u>-</u>	<u>-</u>	<u>\$ 403,624</u>
Buildings and improvements	14,314,538	346,220	2,375,779	12,284,979
Vehicles	754,004	84,827	131,766	707,065
Furniture and equipment	1,842,135	124,900	-	1,967,035
Total Capital Assets, being depreciated	<u>16,910,677</u>	<u>555,947</u>	<u>2,507,545</u>	<u>14,959,079</u>
Less Accumulated Depreciation:				
Land Improvements	20,446	2,822	-	23,268

	Balance at December 31, 2003	Additions	Disposals	Balance at December 31, 2004
Buildings and improvements	7,962,639	411,823	876,069	7,498,393
Vehicles	474,693	94,384	120,924	448,153
Furniture and equipment	767,977	176,563	-	944,540
Infrastructure	-	-	-	-
Total Accumulated Depreciation	<u>9,225,755</u>	<u>685,592</u>	<u>996,993</u>	<u>8,914,354</u>
Governmental Activities Capital Assets, Net	<u>\$ 8,088,546</u>	<u>\$(129,645)</u>	<u>\$1,510,552</u>	<u>6,448,349</u>

Depreciation expenses for the governmental activities were charged to the following functions and activities of the primary government:

Governmental:	
Courts	\$5,906
Public Records	9,959
Law Enforcement	48,848
Resource Management	100,262
Other	371,780
Total	<u>\$536,755</u>
Internal Service:	<u>\$148,837</u>

**COUNTY OF MARQUETTE, MICHIGAN  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2004**

**NOTE 9 – CAPITAL ASSETS - CONTINUED**

A summary of changes in business-type activities capital assets is as follows:

	Balance at December 31, <u>2003</u>	Additions	Disposals	Balance at December 31, <u>2004</u>
<b>BUSINESS-TYPE ACTIVITIES:</b>				
Construction in progress	\$ -	\$ 480,123	\$ -	\$ 480,123
Land	<u>24,464,871</u>	<u>6,320,000</u>	<u>-</u>	<u>30,784,871</u>
Total Capital Assets, not being depreciated	<u>24,464,871</u>	<u>6,800,123</u>	<u>-</u>	<u>31,264,994</u>
Buildings and improvements	24,063,565	7,200,000	-	31,263,565
Vehicles	1,224,397	-	-	1,224,397
Furniture and equipment	1,515,328	7,638,245	43,442	9,110,131
Infrastructure	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Capital Assets, being depreciated	<u>26,803,290</u>	<u>14,838,245</u>	<u>43,442</u>	<u>41,598,093</u>
<b>Less Accumulated Depreciation:</b>				
Land Improvements	1,296,349	3,296,070	-	4,592,419
Buildings and improvements	6,048,432	4,183,647	-	10,232,079
Vehicles	159,725	106,099	-	265,824
Furniture and equipment	1,085,763	5,137,455	43,442	6,179,776
Infrastructure	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Accumulated Depreciation	<u>8,590,269</u>	<u>12,723,271</u>	<u>43,442</u>	<u>21,270,098</u>
Business-Type Activities Capital Assets, Net	<u>\$42,677,892</u>	<u>\$ 8,915,097</u>	<u>\$ -</u>	<u>\$ 51,592,989</u>

Depreciation expense for the business-type activities was charged to the following funds primary government:

Business-Type Activities:	
Medical Care Facility	\$ 460,723
Airport	839,188
Forestry	21,870
Water & Sewer Fund	79,255
Total Depreciation Expense – Business-Type Activities	<u>\$1,401,036</u>

**COUNTY OF MARQUETTE, MICHIGAN**  
**NOTES TO FINANCIAL STATEMENTS**  
**DECEMBER 31, 2004**

**NOTE 9 – CAPITAL ASSETS - CONTINUED**

A summary of component units' capital assets is as follows:

	<u>Road Commission</u>	<u>Total Component Units</u>
COMPONENT UNITS:		
Land	\$ 272,377	\$ 272,377
Total Capital Assets, not being depreciated	<u>272,337</u>	<u>272,337</u>
Land improvements	-	-
Buildings and improvements	2,164,881	2,164,881
Furniture and equipment	11,807,950	11,807,950
Total Capital Assets, being depreciated	<u>13,972,831</u>	<u>13,972,831</u>
Less Accumulated Depreciation:		
Land improvements	-	-
Buildings and improvements	1,295,601	1,295,601
Furniture and equipment	10,399,044	10,399,044
Total Accumulated Depreciation	<u>11,694,645</u>	<u>11,694,645</u>
Component Units Capital Assets, net	<u>\$ 2,550,523</u>	<u>\$ 2,550,523</u>

Depreciation expense for the component units was charged to the following funds:

Component Units:	
Road Commission	\$ 592,838
Total Depreciation Expense – Component Units	<u>\$ 592,838</u>

**NOTE 10 – DEFERRED REVENUES**

Deferred revenues are those where asset recognition criteria have been met, but for which revenue recognition criteria have not been met.

- The County as deferred revenue related to the property tax levied December 1, 2004, to be recorded as revenue in the subsequent year when the proceeds of the levy are budgeted and made available for financing of County operations. The Deferred Revenue Related to this is as follows:

General Fund	\$ 5,937,572
Maintenance of Effort Fund	\$ 746,549
Central Dispatch Fund	\$ 674,577
Rescue Safety Fund	\$ 152,728
Commission on Aging Fund	\$ 607,184

**COUNTY OF MARQUETTE, MICHIGAN  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2004**

**NOTE 10 – DEFERRED REVENUES - CONTINUED**

2. The Community and Economic Development Fund have reported \$ 2,220,089, which represents Community Development Block Grant loans to various individuals in accordance with the County housing rehabilitation projects. Terms vary with respect to repayment of these loans. Proceeds from repayments on these loans will be used for future County economic and community development.
3. The Medical Care Facility Fund has reported \$ 44,422, which represents Proportionate Share Reimbursement Program monies from the State of Michigan.
4. The County Road Commission Fund has reported \$ 377,792, which represents Forest Road Monies that have been paid, but not yet expended.

**NOTE 11 – PENSION PLAN – DEFINED BENEFIT**

**DEFINED BENEFIT PENSION PLAN – COUNTY**

**Plan Description** - The County contributes to the Municipal Employees Retirement System of Michigan (System), an agent multiple-employer public employee retirement system that acts as a common investment and administrative agent for all Michigan municipal employees. The System issues a publicly available financial report that includes financial statements and required supplementary information for the system. That report may be obtained by writing to MERS at 1134 Municipal Way, Lansing, MI. 48917-9755.

**Funding Policy** - The obligation to contribute to and maintain the system for these employees was established by negotiation with the County's competitive bargaining units, and requires a contribution from the employees of 2-3 % of gross wages.

**Annual Pension Cost** - For year ended December 31, 2004, the County's annual pension cost of \$1,629,336 for the plan was equal to the County's required and actual contribution. The annual required contribution was determined as part of an actuarial valuation at December 31, 2002, using the entry actual age cost method. Significant actuarial assumptions used include: (a) an 8.0 investment rate of return; and (b) projected salary increases of 4.5 percent per year. Both (a) and (b) include an inflation component of 4.5%. The actuarial value of assets was determined using techniques that smooth the effects of short term volatility over a four year period. The unfunded actuarial liability is being amortized as a level percentage of payroll on a closed basis. The remaining amortization period is 30 years.

	Three-Year Trend Information		
	Fiscal Year Ended December 31		
	2003	2002	2001
Annual Pension Cost	\$ 1,629,336	1,247,555	\$ 1,469,244
Percentage of APC Contributed	100%	100%	100%
Net Pension Obligation	0	0	0
Actuarial Value of Assets	\$ 37,957,526	34,992,236	\$33,496,204
Actuarial Accrued Liability (Entry Age)	\$ 51,529,502	47,170,594	\$42,762,374
Unfunded AAL	\$ 13,571,976	12,178,358	\$ 9,266,170
Funded Ratio	74%	74%	78%
Covered Payroll	\$ 11,838,045	11,762,886	\$10,912,630
UAAL as a Percentage of Covered Payroll	101%	104%	85%

**COUNTY OF MARQUETTE, MICHIGAN  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2004**

**NOTE 11 – PENSION PLAN – DEFINED BENEFIT - CONTINUED**

**DEFINED BENEFIT PENSION PLAN – COUNTY ROAD COMMISSION**

**Plan Description** - The County Road Commission contributes to the Municipal Employees Retirement System of Michigan (System), an agent multiple-employer public employee retirement system that acts as a common investment and administrative agent for all Michigan municipal employees. The System issues a publicly available financial report that includes financial statements and required supplementary information for the system. That report may be obtained by writing to MERS at 1134 Municipal Way, Lansing, MI 48917-9755.

**Funding Policy** - The obligation to contribute to and maintain the system for these employees was established by negotiation with the County's competitive bargaining units, and requires a contribution from the employees of 0-10 % of gross wages.

**Annual Pension Cost** - For year ended December 31, 2004, the County Road Commission's annual pension cost of \$547,698 for the plan was equal to the County's required and actual contribution. The annual required contribution was determined as part of an actuarial valuation at December 31, 2002, using the entry actual age cost method. Significant actuarial assumptions used include: (a) an 8.0 investment rate of return; and (b) projected salary increases of 4.5 percent per year. Both (a) and (b) include an inflation component of 4.5%. The actuarial value of assets was determined using techniques that smooth the effects of short term volatility over a four year period. The unfunded actuarial liability is being amortized as a level percentage of payroll on a closed basis. The remaining amortization period is 30 years.

	Three-Year Trend Information Fiscal Year Ended September 30		
	2003	2002	2001
Annual Pension Cost	\$ 547,698	\$ 606,917	\$ 528,881
Percentage of APC Contributed	100%	100%	100%
Net Pension Obligation	0	0	0
Actuarial Value of Assets	\$ 8,691,001	\$ 8,377,435	\$ 8,226,897
Actuarial Accrued Liability (Entry Age)	\$ 15,508,649	\$ 14,854,137	\$ 13,610,836
Unfunded AAL	\$ 6,817,648	\$ 6,476,702	\$ 5,383,939
Funded Ratio	56%	56%	60%
Covered Payroll	\$ 2,503,371	\$ 2,862,489	\$ 3,130,993
UAAL as a Percentage of Covered Payroll	272%	226%	172%

**NOTE 12 – DEFINED CONTRIBUTION PENSION PLAN**

The County also provides pension benefits to its employees through a defined contribution plan. In a defined contribution plan, benefits depend solely on amounts contributed to the plan plus investment earnings. The County established the plans in the form of the ICMA Retirement Corporation Governmental Money Purchase Plan and Trust, as amended by and as authorized by Section 19A of the Municipal Employee's Retirement System of Michigan Plan Document. The ICMA Retirement Corporation is the Plan Administrator. The County's total pension expense for this plan for this current fiscal year was \$303,936.

**COUNTY OF MARQUETTE, MICHIGAN**  
**NOTES TO FINANCIAL STATEMENTS**  
**DECEMBER 31, 2004**

**NOTE 13 – DEFERRED COMPENSATION PLAN**

The County of Marquette and its Component Unit's offers its employees deferred compensation plans in accordance with the Internal Revenue Code, Section 457. The plans are available to all county employees and permit them to defer a portion of their current earnings until the employee's termination, retirement, death or unforeseeable future.

Due to changes in the Internal Revenue Code, the Plan's assets are considered to be property of the Plan's participants and no longer subject to the County's general creditors. Therefore, in accordance with the provisions of GASB Statement No. 32, the Plan balances and activities are not reflected in these financial statements.

The Plan's participants have the right to designate how the funds will be invested. Accordingly, the County has no liability for losses under the Plan. The Plan's assets are held in trust for the exclusive benefit of the Plan's participants and their beneficiaries.

The County's plans are administered by International City Management Association (ICMA), Nationwide, and F. T. Jones. The plan administers, agree to hold harmless and indemnify the Board, its appointed and elected officers and participating employees from any loss resulting from their failure to perform their duties and services pursuant to the programs.

**NOTE 14 - VESTED EMPLOYEE BENEFITS**

The County accrues the liability for earned sick leave based on the vesting method. The liability is accrued as the benefits are earned if it is probable that the County will compensate the employees conditioned upon retirement, death, or termination of employment. Employees earn annual vacation, sick, and combined leave at a rate of a certain number of days per year based on the number of years of service up to a maximum number of accumulated days. Annual vacation, sick, and combined leave days are based on various Labor Union Contract terms and administrative policies of the primary government.

**NOTE 15 – BUDGET VIOLATIONS**

Public Act 621 of 1978, Section 18(1), as amended, provides that a County shall not incur expenditures in excess of the amount appropriated. In the body of the financial statements, the County's actual expenditures and budgeted expenditures have been shown on an activity and/or program level.

The following funds/departments had excess expenditures over appropriations at December 31, 2004:

<u>Fund/Line Item</u>	<u>Final Amended Budget</u>	<u>Actual Expenditures</u>	<u>Variance</u>
General Fund:			
Statutory Programs	113,053	113,301	248
Special Revenue Funds:			
Homestead Property Administration Fund	0	25	25
Sawyer Development Fund	918,889	947,913	29,024
Sawyer Intermediary Relending Fund	85,000	108,778	23,778

**COUNTY OF MARQUETTE, MICHIGAN**  
**NOTES TO FINANCIAL STATEMENTS**  
**DECEMBER 31, 2004**

**NOTE 16 – CONTINGENT LIABILITIES**

The County has received significant financial assistance from state and federal agencies in the form of various grants. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreement and are subject to audit by the grantor agency. Any disallowed claims resulting from such audits could become a liability of the applicable fund of the County. However, in the opinion of management, any such disallowed claims will not have a material effect on any of the financial statements of the individual fund types included herein or on the overall financial position of the county at December 31, 2004.

Risk Management - The County is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The County has obtained commercial insurance to handle its risk of loss.

Cost Settlement - Medical Care Facility services rendered to various insurance program beneficiaries are paid at prospectively determined rates per discharge. These rates vary according to a client classification system that is based on clinical, diagnostic, and other factors. Certain health services and defined capital costs are paid based on a cost reimbursement methodology. The facility reports such activity through the submission of its annual cost reports which are subject to audit by the fiscal intermediary. The facility's classification of clients under the program and the appropriateness of their admission are subject to an independent review by a peer review organization.

**NOTE 17 – OTHER POST EMPLOYMENT BENEFITS**

The County offers group benefits health insurance coverage under various collective bargaining agreements covering substantially all employees and former employees of the County. This benefit is accounted for on the pay-as-you-go method, whereby the County is reporting the amounts paid as expenditures in the year the amount is paid for the benefit provided. The amount paid for former employees for the period ended December 31, 2004, was \$ 848,059, covering 108 participants.



**COUNTY OF MARQUETTE, MICHIGAN  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2004**

**NOTE 18 – RESERVED, DESIGNATED AND RESTRICTED FUND EQUITY**

Fund balances in the various funds of the primary government and its component units have been reserved, designated or restricted for the following purposes:

General Fund	
Reserved for Special Appropriation	\$35,000
Reserved for Family Counseling	16,715
Reserved for Vehicle Replacement	7,851
Reserved for Criminal Justice Training	311
Reserved for Cafeteria Plan Administration	1,169
TOTAL	61,046
Special Revenue Funds	
Public Improvement	
Reserved for projects – 2001 & Prior	161,196
Reserved for projects – 2002	69,913
Reserved for projects – 2003	134,235
Reserved for projects – 2004	167,477
Reserved for projects – Succeeding year	20,000
TOTAL	552,821
Victim Restitution	
Reserved for Probation Oversight	5,490
Central Dispatch	
Reserved for Training	5,207
Commission on Aging	
Reserved for various on-going projects	32,978
TOTAL	596,496
Enterprise Funds	
Airport	
Reserved for Capital Improvement	675,353
Forestry	
Reserved for Capital Improvement	232,815
TOTAL	908,168
Component Units	
County Road	
Restricted for County Road Commission Operations	6,145,109
E.D.C.	
Restricted for E.D.C. Operations	1,328,471
DPW & Drain Debt	
Badger Creek	
Restricted for Debt Service	27,955
DPW Limited Tax 1998	
Restricted for Debt Service	16,699
DPW Limited Tax 1998 A	
Restricted for Debt Service	1,297
DPW Limited Tax 1998 B	
Restricted for Debt Service	811
TOTAL	7,520,342

**COUNTY OF MARQUETTE, MICHIGAN  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2004**

**NOTE 19 – PROPERTY TAXES**

The Local Governmental Unit property tax is levied on each December 1<sup>st</sup> on the taxable valuation of property (as defined by State statutes) located in the Local Governmental Unit as of the preceding December 31<sup>st</sup>.

Although the Local Governmental Unit 2004 ad valorem tax is levied and collectible on December 1, 2004, it is the Local Governmental Unit's policy to recognize revenue from the current tax levy in the following year when the proceeds of this levy are budgeted and made "available" for the financing of operations. "Available" means collected within the current period or expected to be collected soon enough thereafter to be used to pay liabilities of the current period sixty (60) days.

The 2004 taxable valuation of the Local Governmental Unit totaled \$1,401,613,033, on which ad valorem taxes levied consisted of 5.5358 mills for the County operating purposes, .4411 mills for Commission of Aging, .4900 mills for Central Dispatch, .1119 mills for Rescue Safety, .5423 mills for Standardization, and .6000 mills for Countywide transit.

**NOTE 20 – DEFICIT CASH AND INVESTMENT BALANCES**

At December 31, 2004, the following funds had a material cash and investment deficit:

<u>Fund</u>	<u>Deficit Cash/ Investment Balance</u>
Special Revenue Funds	
Friend of the Court	133,816
Sawyer Maintenance Fund	249,830
Health Department	161,598
P.A. 511 Community Corrections	17,970
Probate Court Child Care	52,054
Enterprise Funds	
Water and Sewer Fund	38,689

**NOTE 21 - SUBSEQUENT EVENTS**

At year end, the county was negotiating the sale of property at the former K.I. Sawyer Air Force Base. Included in receivables at year end is \$1,750,000 due from SLP for the sale of housing units. Sale of the remaining commercial property and raw land to Telkrite was being negotiated. No revenue was recorded for the anticipated 3.5 million to be received in subsequent years. Revenues from these sale transactions will be recorded as they are received.

COUNTY OF MARQUETTE, MICHIGAN

GENERAL FUND

BALANCE SHEET

December 31, 2004

ASSETS

Cash and investments	\$	1,298,542
Receivables		119,104
Taxes receivable - current		5,024,676
Taxes receivable - delinquent personal		75,905
Due from State		-
Due from others		23,574
Due from other funds		680,295
Other assets		<u>213,824</u>

TOTAL ASSETS \$ 7,435,920

LIABILITIES AND FUND BALANCE

Liabilities:

Accounts payable	\$	151,678
Due to others		37
Due to State		-
Due to other funds		-
Accrued payroll and related		369,736
Accrued sick & vacation leave		65,295
Deferred revenue		<u>5,937,572</u>

TOTAL LIABILITIES 6,524,318

FUND BALANCE

Reserved for:

Vehicle Replacement	\$	7,851
Cafeteria Adm Fee Reserve		1,169
Special Appropriation		35,000
Family Counseling		16,715
Criminal Justice Reserve		<u>311</u>
		61,046

Unreserved 850,556

TOTAL FUND BALANCE 911,602

TOTAL LIABILITIES AND FUND BALANCE \$ 7,435,920

**COUNTY OF MARQUETTE, MICHIGAN**  
**MAJOR GOVERNMENTAL FUNDS**  
**GENERAL FUND**

**SCHEDULE OF REVENUES AND OPERATING TRANSFERS IN - BUDGET AND ACTUAL**

For the Year Ended December 31, 2004

	Original Budget	Final Amended Budget	Actual	Variance
<b>TAXES AND PENALTIES</b>				
Ad Valorem Taxes	\$ 7,874,361	\$ 7,890,829	\$ 7,886,571	\$ (4,258)
Commercial Forest Taxes	155,000	153,512	156,044	2,532
Specific Taxes	1,040,000	1,034,240	1,034,240	-
Trailer Taxes	3,000	3,000	3,092	92
Tax Reverted Tax	-	-	-	-
Swamp Tax	194,500	194,500	194,331	(169)
Federal Lands Tax	18,000	22,181	22,181	-
P.I.L.T. for M.S.H.D.A. Properties	13,000	12,757	12,757	-
Single Business Inventory Tax	103,015	92,609	92,609	-
Cigarette Tax	31,179	37,171	37,171	-
Convention & Tourism Tax	225,000	230,753	230,753	-
Interest on Taxes	8,000	2,000	1,923	(77)
<b>TOTAL TAXES AND PENALTIES</b>	<u>9,665,055</u>	<u>9,673,552</u>	<u>9,671,672</u>	<u>(1,880)</u>
<b>LICENSES AND PERMITS</b>				
Marriage Licenses	3,000	3,000	2,860	(140)
Pistol Permits	6,000	11,500	11,778	278
Other Licenses and Permits	2,700	11,200	11,153	(47)
Building Permits	444,700	550,300	548,860	(1,440)
<b>TOTAL LICENSES AND PERMITS</b>	<u>456,400</u>	<u>576,000</u>	<u>574,651</u>	<u>(1,349)</u>
<b>FEDERAL GRANTS</b>				
NCRS (Flood) Subgrantees	-	53,156	53,156	-
Emergency Services Management (FEMA)	50,000	25,400	18,536	(6,864)
<b>TOTAL LICENSES AND PERMITS</b>	<u>50,000</u>	<u>78,556</u>	<u>71,692</u>	<u>(6,864)</u>
<b>STATE GRANTS</b>				
State Court Funding	370,000	374,339	374,339	-
State Shared Revenue	1,042,000	474,427	380,498	(93,929)
Judicial Standardization	235,500	235,500	236,076	576
State Aid-Case Flow Assistance	16,000	19,000	18,757	(243)
Probate Judges Salary	94,000	94,000	94,195	195
Byrne Grant	-	60,323	26,466	(33,857)
Homeland Security	-	86,700	80,300	(6,400)
Certificate Grant	-	55,945	55,945	-
CDBG Loan Grant	-	360,000	360,000	-
Basic Grant	15,000	15,000	15,000	-
County Juvenile Officer	27,108	27,108	20,488	(6,620)
Victim's Rights Act	25,500	31,750	32,942	1,192
Reintegration Grant	71,994	46,000	45,995	(5)
Prosecuting Attorney ( Prison Case)	4,000	2,500	2,223	(277)
Criminal Justice Training	7,000	3,500	6,771	3,271
Township Liquor License Fees	9,000	8,525	8,525	-
Road Patrol - P.A. 416	120,000	120,000	92,777	(27,223)
U.P.S.E.T. Grant	-	7,080	7,079	(1)
U.P.S.E.T. Travel Match	-	-	-	-
Sheriff-Project H.E.M.P.	-	-	-	-
Substance Abuse Grant	-	36,000	36,115	115
Drug Enforcement/Probation Grant	45,711	37,000	36,853	(147)
Community Service Work Group	-	4,000	3,224	(776)
LEPC Grant	1,500	1,200	1,191	(9)
<b>TOTAL STATE GRANTS</b>	<u>2,084,313</u>	<u>2,099,897</u>	<u>1,935,759</u>	<u>(164,138)</u>

COUNTY OF MARQUETTE, MICHIGAN  
MAJOR GOVERNMENTAL FUNDS  
GENERAL FUND

SCHEDULE OF REVENUES AND OPERATING TRANSFERS IN - BUDGET AND ACTUAL

For the Year Ended December 31, 2004

	Original Budget	Final Amended Budget	Actual	Variance
<b>CHARGES FOR SERVICES</b>				
Circuit Court Costs	\$ 37,000	\$ 22,000	\$ 23,495	\$ 1,495
Circuit Court Services	38,000	24,000	24,552	552
Prison Case Reimbursement	10,000	26,000	26,425	425
District Court Costs	563,000	523,000	477,059	(45,941)
District Court Supervision Fees	230,000	170,000	167,454	(2,546)
Probation Officer Assessment Fees	31,000	23,000	26,188	3,188
District Court Assaultive Counseling Fees	9,600	8,500	8,286	(214)
District Court Civil Fees	52,000	78,000	72,116	(5,884)
District Court Attorney Fees	48,000	61,000	51,671	(9,329)
District Court A.A.P.	21,000	15,000	14,806	(194)
Probate Court Services	25,000	18,000	17,847	(153)
Juvenile Division Services	40,000	16,000	11,320	(4,680)
Jury Reimbursement Fees	-	15,000	14,866	(134)
Clerk Services	120,000	127,000	128,638	1,638
Pre-Sentencing Interview	21,000	21,000	19,751	(1,249)
Tax Administration Services	127,000	113,000	112,483	(517)
Register of Deeds Services	300,000	295,000	292,818	(2,182)
Register of Deeds User Fees	40,000	30,000	28,598	(1,402)
Real Estate Transfer Tax	150,000	190,000	190,920	920
Remonumentation Administration	-	-	911	911
Transcript Revenue	4,000	1,500	1,504	4
Treasurer Services	12,000	7,000	6,791	(209)
Equalization Services	22,000	22,000	22,000	-
Pros. Attorney Costs	-	500	632	132
Pros. Attorney-License Reinstatements	1,000	1,000	-	(1,000)
Pros. Attorney-Drunk Driving	1,000	500	400	(100)
Pros. Attorney-Fees	52,000	52,000	52,000	-
Sheriff Services	16,000	62,500	66,407	3,907
Contract Road Patrol	189,753	148,064	144,729	(3,335)
Prisoners Board	372,500	227,500	245,419	17,919
Prisoner Reimbursement	45,000	45,000	60,691	15,691
Sale of Meals	3,000	1,000	1,027	27
Commissary Services	3,000	3,000	3,000	-
Jail Services	4,500	10,500	11,110	610
Drain Commissioner Services	12,000	5,000	4,691	(309)
Zoning Fees	1,500	1,500	1,800	300
Planning Fees	37,600	73,000	72,837	(163)
Building Code Services	3,850	3,850	3,535	(315)
<b>TOTAL CHARGES FOR SERVICES</b>	<b>2,643,303</b>	<b>2,440,914</b>	<b>2,408,777</b>	<b>(32,137)</b>
<b>INTEREST</b>				
Investment Income	160,000	200,000	211,230	11,230
<b>TOTAL INTEREST</b>	<b>160,000</b>	<b>200,000</b>	<b>211,230</b>	<b>11,230</b>

COUNTY OF MARQUETTE, MICHIGAN  
MAJOR GOVERNMENTAL FUNDS  
GENERAL FUND

SCHEDULE OF REVENUES AND OPERATING TRANSFERS IN - BUDGET AND ACTUAL

For the Year Ended December 31, 2004

**OTHER REVENUE**

Vending/Pay Phone Commissions	35,000	28,000	28,796	796
Hospital/Insurance Prem Reimbursement	1,000	1,000	1,516	516
Ordinance Fines and Costs	131,000	156,000	142,683	(13,317)
ADC Incentive	92,352	131,625	165,708	34,083
Expense of Sale	2,000	100	115	15
Circuit Court Family Counseling	7,700	7,000	6,945	(55)
Chapter I GED Grant	1,124	837	837	-
Bond Costs/Forfeitures	12,750	20,300	19,430	(870)
Food Stamp Fraud	1,000	-	-	-
Rental Income	212,893	212,893	212,935	42
Election Reimbursements	14,000	14,000	13,329	(671)
General Reimbursements	10,000	4,000	6,449	2,449
Sale of Supplies	3,750	4,750	4,730	(20)
Sale of Assets	-	13,500	13,550	50
Indirect Cost Charges	482,000	525,072	525,073	1
Other Revenues	8,027	5,400	6,353	953
Local Contributions	4,000	3,300	3,438	138
Indian Gaming Revenues	66,000	18,000	16,000	(2,000)
Gain/(Loss) on Investment	-	-	(86,830)	(86,830)
Cash Over/Short			62	62
<b>TOTAL OTHER REVENUES</b>	<u>1,084,596</u>	<u>1,145,777</u>	<u>1,081,119</u>	<u>(64,658)</u>

<b>TOTAL REVENUES \$</b>	<u>16,143,667</u>	<u>\$ 16,214,696</u>	<u>\$ 15,954,900</u>	<u>\$ (259,796)</u>
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**OTHER FINANCING SOURCES**

100% Tax Payment Fund	\$ 711,000	\$ 711,000	\$ 711,000	\$ -
Transfers from Other Funds	-	616,005	616,005	-
<b>TOTAL OPERATING TRANSFERS IN \$</b>	<u>711,000</u>	<u>\$ 1,327,005</u>	<u>\$ 1,327,005</u>	<u>\$ -</u>

COUNTY OF MARQUETTE, MICHIGAN  
MAJOR GOVERNMENTAL FUNDS  
GENERAL FUND

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL

For the Year Ended December 31, 2004

EXPENDITURES:	Original Budget	Final Amended Budget	Actual	Variance
<b>LEGISLATIVE:</b>				
Board of Commissioners				
Personnel Services	\$ 197,281	\$ 192,981	\$ 192,233	\$ 748
Supplies	4,800	3,700	2,354	1,346
Other Services and Charges	20,407	27,107	26,192	915
Total Board of Commissioners	222,488	223,788	220,779	3,009
<b>TOTAL LEGISLATIVE</b>	<b>222,488</b>	<b>223,788</b>	<b>220,779</b>	<b>3,009</b>
<b>COURTS:</b>				
Circuit Court				
Personnel Services	343,983	339,983	333,241	6,742
Supplies	12,300	12,600	9,838	2,762
Other Services and Charges	216,601	228,099	219,196	8,903
Capital Outlay	-	-	-	-
Total Circuit Court	572,884	580,682	562,275	18,407
District Court				
Personnel Services	1,118,781	1,120,531	1,115,318	5,213
Supplies	36,200	39,100	39,357	(257)
Other Services and Charges	219,437	220,537	212,725	7,812
Capital Outlay	-	-	-	-
Total District Court	1,374,418	1,380,168	1,367,400	12,768
Jury Commission				
Personnel Services	2,270	1,970	1,297	673
Supplies	6,920	6,020	5,880	140
Other Services and Charges	359	359	272	87
Total Jury Commission	9,549	8,349	7,449	900
Probate Court				
Personnel Services	380,939	383,639	379,656	3,983
Supplies	8,000	8,000	7,846	154
Other Services and Charges	180,176	167,176	149,219	17,957
Capital Outlay	-	-	-	-
Total Probate Court	569,115	558,815	536,721	22,094
Juvenile Division				
Personnel Services	503,200	313,985	310,349	3,636
Supplies	7,000	6,955	4,897	2,058
Other Services and Charges	30,054	96,422	58,336	38,086
Total Juvenile Division	540,254	417,362	373,582	43,780
Reintegration Grant				
Personnel Services	71,994	45,614	42,329	3,285
Supplies	-	-	-	-
Other Services and Charges	-	3,586	4,559	(973)
Total Juvenile Division	71,994	49,200	46,888	2,312
Drug Enforcement/Probation Grant				
Personnel Services	45,711	44,865	40,353	4,512
Supplies	-	5,626	5,136	490
Other Services and Charges	-	9,410	5,402	4,008
Capital Outlay	-	-	-	-
Total Juvenile Division	45,711	59,901	50,891	9,010

COUNTY OF MARQUETTE, MICHIGAN  
MAJOR GOVERNMENTAL FUNDS  
GENERAL FUND

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL

For the Year Ended December 31, 2004

	Original Budget	Final Amended Budget	Actual	Variance
<u>COURTS - Continued</u>				
Community Service Work				
Personnel Services	\$ -	\$ 9,316	\$ 3,057	\$ 6,259
Supplies	-	-	-	-
Other Services and Charges	-	1,628	916	712
Capital Outlay	-	-	-	-
Total Community Service Work	-	10,944	3,973	6,971
<b>TOTAL COURTS</b>	<b>3,183,925</b>	<b>3,065,421</b>	<b>2,949,179</b>	<b>116,242</b>
 <b>MANAGEMENT:</b>				
County Administrator				
Personnel Services	151,328	154,328	152,721	1,607
Supplies	1,900	1,900	1,437	463
Other Services and Charges	7,941	7,941	7,719	222
Total County Administrator	161,169	164,169	161,877	2,292
Human Resources Department				
Personnel Services	114,306	117,456	116,585	871
Supplies	2,800	2,800	1,336	1,464
Other Services and Charges	123,521	132,330	126,933	5,397
Total Human Resources	240,627	252,586	244,854	7,732
Accounting/Finance				
Personnel Services	249,067	249,067	246,923	2,144
Supplies	7,100	7,100	6,524	576
Other Services and Charges	39,583	41,083	40,788	295
Capital Outlay	-	-	-	-
Total Accounting/Finance	295,750	297,250	294,235	3,015
Information Systems				
Personnel Services	299,851	304,851	302,458	2,393
Supplies	4,750	4,850	3,998	852
Other Services and Charges	47,312	45,212	42,733	2,479
Capital Outlay	-	-	-	-
Total Data Processing	351,913	354,913	349,189	5,724
<b>TOTAL MANAGEMENT</b>	<b>1,049,459</b>	<b>1,068,918</b>	<b>1,050,155</b>	<b>18,763</b>
 <b>PUBLIC RECORDS:</b>				
County Clerk				
Personnel Services	373,140	374,240	369,731	4,509
Supplies	16,250	16,250	13,243	3,007
Other Services and Charges	14,372	15,772	15,253	519
Total County Clerk	403,762	406,262	398,227	8,035
Elections				
Personnel Services	3,714	4,214	3,544	670
Supplies	40,850	41,650	35,929	5,721
Other Services and Charges	9,654	7,854	6,473	1,381
Total Elections	54,218	53,718	45,946	7,772



COUNTY OF MARQUETTE, MICHIGAN  
MAJOR GOVERNMENTAL FUNDS  
GENERAL FUND

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL

For the Year Ended December 31, 2004

	Original Budget	Final Amended Budget	Actual	Variance
<u>PUBLIC RECORDS - Continued</u>				
Equalization				
Personnel Services	\$ 177,948	\$ 154,948	\$ 152,819	\$ 2,129
Supplies	6,500	6,500	5,907	593
Other Services and Charges	15,587	15,687	11,458	4,229
Capital Outlay	-	-	-	-
Total Equalization	<u>200,035</u>	<u>177,135</u>	<u>170,184</u>	<u>6,951</u>
Tax Administration				
Personnel Services	152,225	166,325	164,374	1,951
Supplies	27,000	32,200	31,691	509
Other Services and Charges	34,682	34,782	33,479	1,303
Total Tax Administration	<u>213,907</u>	<u>233,307</u>	<u>229,544</u>	<u>3,763</u>
Register of Deeds				
Personnel Services	222,951	223,751	221,455	2,296
Supplies	21,989	17,989	8,313	9,676
Other Services and Charges	5,869	6,269	6,022	247
Total Register of Deeds	<u>250,809</u>	<u>248,009</u>	<u>235,790</u>	<u>12,219</u>
Treasurer				
Personnel Services	257,092	256,492	254,181	2,311
Supplies	4,750	4,750	5,149	(399)
Other Services and Charges	19,782	21,532	20,199	1,333
Capital Outlay	-	-	-	-
Total Treasurer	<u>281,624</u>	<u>282,774</u>	<u>279,529</u>	<u>3,245</u>
TOTAL PUBLIC RECORDS	<u>1,404,355</u>	<u>1,401,205</u>	<u>1,359,220</u>	<u>41,985</u>
<u>LAW ENFORCEMENT:</u>				
Prosecuting Attorney				
Personnel Services	882,685	923,185	919,495	3,690
Supplies	20,500	20,000	16,981	3,019
Other Services and Charges	40,797	37,497	34,982	2,515
Capital Outlay	-	-	-	-
Total Prosecuting Attorney	<u>943,982</u>	<u>980,682</u>	<u>971,458</u>	<u>9,224</u>
Sheriff				
Sheriff - Administration				
Personnel Services	254,765	258,365	256,010	2,355
Supplies	14,150	13,784	11,274	2,510
Other Services and Charges	49,175	52,541	48,174	
Capital Outlay	5,254	0	0	0
Total Administration	<u>323,344</u>	<u>324,690</u>	<u>315,458</u>	<u>4,865</u>
Sheriff - D.A.R.E. Program				
Personnel Services	-	-	-	-
Supplies	-	-	-	-
Other Services and Charges	-	-	-	-
Total D.A.R.E. Program	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

COUNTY OF MARQUETTE, MICHIGAN  
MAJOR GOVERNMENTAL FUNDS  
GENERAL FUND

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL

For the Year Ended December 31, 2004

	Original Budget	Final Amended Budget	Actual	Variance
<u>LAW ENFORCEMENT - Continued</u>				
Sheriff - K-9 Program				
Personnel Services	\$ 13,178	\$ 5,093	\$ 5,081	\$ 12
Supplies	-	-	-	-
Other Services and Charges	-	-	-	-
Capital Outlay	-	-	-	-
Total Sheriff K-9 Program	<u>13,178</u>	<u>5,093</u>	<u>5,081</u>	<u>12</u>
Sheriff - Detective/Investigation				
Personnel Services	100,054	101,754	101,386	368
Supplies	2,850	2,850	2,295	555
Other Services and Charges	6,882	7,082	3,647	3,435
Total Detective/Investigation	<u>109,786</u>	<u>111,686</u>	<u>107,328</u>	<u>4,358</u>
Sheriff - Public Safety				
Personnel Services	573,056	569,141	555,852	13,289
Supplies	26,325	28,325	24,758	3,567
Other Services and Charges	40,460	41,160	34,127	7,033
Total Public Safety	<u>639,841</u>	<u>638,626</u>	<u>614,737</u>	<u>23,889</u>
Sheriff - Marquette Twp. Contract				
Personnel Services	110,270	102,270	100,255	2,015
Supplies	6,970	4,970	3,916	1,054
Other Services and Charges	5,140	5,140	3,335	1,805
Capital Outlay	-	-	-	-
Total Marquette Twp. Contract	<u>122,380</u>	<u>112,380</u>	<u>107,506</u>	<u>4,874</u>
Sheriff - P.A. 416				
Personnel Services	127,941	127,941	112,762	15,179
Supplies	8,300	8,300	6,519	1,781
Other Services and Charges	1,498	1,498	1,674	(176)
Capital Outlay	-	-	-	-
Total P.A. 416	<u>137,739</u>	<u>137,739</u>	<u>120,955</u>	<u>16,784</u>
Sheriff - Tilden Township Contract				
Personnel Services	26,970	35,970	33,875	2,095
Supplies	2,505	2,505	2,409	96
Other Services and Charges	898	898	362	536
Total Tilden Township Contract	<u>30,373</u>	<u>39,373</u>	<u>36,646</u>	<u>2,727</u>
Sheriff - Court Security				
Personnel Services	182,315	185,115	184,298	817
Supplies	1,100	800	271	529
Other Services and Charges	1,200	1,200	906	294
Capital Outlay	-	-	-	-
Total Tilden Township Contract	<u>184,615</u>	<u>187,115</u>	<u>185,475</u>	<u>1,640</u>
Sheriff - Jail Services				
Personnel Services	194,910	247,310	246,847	463
Supplies	1,900	700	720	(20)
Other Services and Charges	-	-	-	-
Total Jail Services	<u>196,810</u>	<u>248,010</u>	<u>247,567</u>	<u>443</u>

COUNTY OF MARQUETTE, MICHIGAN  
MAJOR GOVERNMENTAL FUNDS  
GENERAL FUND

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL

For the Year Ended December 31, 2004

	Original Budget	Final Amended Budget	Actual	Variance
<b>LAW ENFORCEMENT - Continued</b>				
Sheriff - Homeland Security				
Personnel Services	\$ -	\$ -	\$ -	\$ -
Supplies	-	-	-	-
Other Services and Charges	-	2,700	2,431	269
Capital Outlay	-	6,000	5,844	156
Total Homeland Security	-	8,700	8,275	425
Sheriff - Emergency Services				
Personnel Services	74,310	72,810	70,592	2,218
Supplies	5,600	61,895	60,839	1,056
Other Services and Charges	11,870	25,040	21,519	3,521
Capital Outlay	-	52,000	51,383	617
Total Emergency Services	91,780	211,745	204,333	7,412
Sheriff - U.P.S.E.T. Program				
Personnel Services	-	12,080	8,262	3,818
Other Services and Charges	-	-	145	(145)
Total U.P.S.E.T. Program	-	12,080	8,407	3,673
Sheriff - Emergency Planning				
Personnel Services	-	-	-	-
Supplies	1,300	1,300	1,463	(163)
Other Services and Charges	700	700	444	256
Total Emergency Planning	2,000	2,000	1,907	93
Sheriff - E.M.S. Rescue Unit				
Personnel Services	17,732	19,982	19,373	609
Supplies	6,600	6,600	3,951	2,649
Other Services and Charges	15,370	12,970	7,603	5,367
Capital Outlay	-	-	-	-
Total E.M.S. Rescue Unit	39,702	39,552	30,927	8,625
Sheriff - Rehabilitation				
Personnel Services	1,559,702	1,595,802	1,593,191	2,611
Supplies	17,000	20,400	17,662	2,738
Other Services and Charges	240,394	222,094	184,405	37,689
Total Rehabilitation	1,817,096	1,838,296	1,795,258	43,038
Sheriff - Substance Abuse Grant				
Other Services and Charges	-	32,000	29,713	2,287
Total Substance Abuse Grant	-	32,000	29,713	2,287
Sheriff - G.E.D. Grant				
Personnel Services	-	-	-	-
Other Services and Charges	1,124	837	837	-
Total G.E.D. Grant	1,124	837	837	-
Total Sheriff	3,709,768	3,949,922	3,820,410	125,145
<b>TOTAL LAW ENFORCEMENT</b>	<b>4,653,750</b>	<b>4,930,604</b>	<b>4,791,868</b>	<b>134,369</b>

COUNTY OF MARQUETTE, MICHIGAN  
MAJOR GOVERNMENTAL FUNDS  
GENERAL FUND

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL

For the Year Ended December 31, 2004

	<u>Original Budget</u>	<u>Final Amended Budget</u>	<u>Actual</u>	<u>Variance</u>
<b>HUMAN SERVICES:</b>				
Cooperative Extension Service				
Personnel Services	63,188	62,338	61,555	\$ 783
Supplies	11,300	9,700	8,695	1,005
Other Services and Charges	10,291	17,941	15,545	2,396
Total Cooperative Extension	<u>84,779</u>	<u>89,979</u>	<u>85,795</u>	<u>4,184</u>
<b>TOTAL HUMAN SERVICES</b>	<u>84,779</u>	<u>89,979</u>	<u>85,795</u>	<u>4,184</u>
<b>RESOURCE MANAGEMENT AND DEVELOPMENT:</b>				
Drain Commissioner				
Personnel Services	43,888	43,888	42,793	1,095
Supplies	125	125	-	125
Other Services and Charges	16,566	11,566	3,875	7,691
Total Drain Commissioner	<u>60,579</u>	<u>55,579</u>	<u>46,668</u>	<u>8,911</u>
Plat Board				
Personnel Services	300	565	350	215
Supplies	-	-	-	-
Other Services and Charges	-	-	-	-
Total Plat Board	<u>300</u>	<u>565</u>	<u>350</u>	<u>215</u>
Mine Inspector				
Personnel Services	41,970	41,970	41,057	913
Supplies	100	100	55	45
Other Services and Charges	1,416	1,416	1,287	129
Capital Outlay	-	-	-	-
Total Mine Inspector	<u>43,486</u>	<u>43,486</u>	<u>42,399</u>	<u>1,087</u>
<b>Resource Management &amp; Development Department</b>				
Overall Administration				
Personnel Services	143,002	133,102	132,622	480
Supplies	1,700	1,900	1,828	72
Other Services and Charges	14,049	14,249	13,780	469
Capital Outlay	-	-	-	-
Total Overall Administration	<u>158,751</u>	<u>149,251</u>	<u>148,230</u>	<u>1,021</u>
Planning Commission				
Personnel Services	202,243	242,093	239,704	2,389
Supplies	2,800	2,800	2,678	122
Other Services and Charges	9,946	11,251	10,251	1,000
Capital Outlay	-	-	-	-
Total Planning Commission	<u>214,989</u>	<u>256,144</u>	<u>252,633</u>	<u>3,511</u>
Building Code				
Personnel Services	471,467	468,517	468,079	438
Supplies	18,400	22,600	21,039	1,561
Other Services and Charges	11,555	20,755	17,515	3,240
Capital Outlay	-	1,000	595	405
Total Building Code	<u>501,422</u>	<u>512,872</u>	<u>507,228</u>	<u>5,644</u>

COUNTY OF MARQUETTE, MICHIGAN  
MAJOR GOVERNMENTAL FUNDS  
GENERAL FUND

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL

For the Year Ended December 31, 2004

	<u>Original Budget</u>	<u>Final Amended Budget</u>	<u>Actual</u>	<u>Variance</u>
<u>RESOURCE MANAGEMENT AND DEVELOPMENT - Continued</u>				
Courthouse, Annex, Jail				
Personnel Services	417,689	412,889	406,618	\$ 6,271
Supplies	22,850	21,350	16,851	4,499
Other Services and Charges	260,586	265,086	236,810	28,276
Capital Outlay	-	1,000	1,217	(217)
Total Youth Home	<u>701,125</u>	<u>700,325</u>	<u>661,496</u>	<u>38,829</u>
Internal Services Support				
Personnel Services	24,863	36,813	36,654	159
Supplies	400	500	500	-
Other Services and Charges	20,188	20,088	19,752	336
Capital Outlay	200	200	-	200
Total Internal Serv.Support	<u>45,651</u>	<u>57,601</u>	<u>56,906</u>	<u>695</u>
Total Resource Mgmt and Development Department	<u>1,621,938</u>	<u>1,676,193</u>	<u>1,626,493</u>	<u>49,700</u>
TOTAL RESOURCE MANAGEMENT AND DEVELOPMENT	<u>1,726,303</u>	<u>1,775,823</u>	<u>1,715,910</u>	<u>59,913</u>
OTHER EXPENDITURES:				
Employee Benefits	903,760	877,700	875,586	2,114
Statutory Programs	117,053	113,053	113,301	(248)
Special Appropriations	1,339,439	1,813,583	1,782,468	31,115
Miscellaneous	308,674	257,615	85,556	172,059
TOTAL OTHER EXPENDITURES	<u>2,668,926</u>	<u>3,061,951</u>	<u>2,856,911</u>	<u>205,040</u>
TOTAL EXPENDITURES	<u>\$ 14,993,985</u>	<u>\$ 15,617,689</u>	<u>\$ 15,029,817</u>	<u>\$ 583,505</u>

**COUNTY OF MARQUETTE, MICHIGAN**  
**MAJOR GOVERNMENTAL FUNDS**  
**GENERAL FUND**

**SCHEDULE OF OPERATING TRANSFERS OUT - BUDGET AND ACTUAL**

For the Year Ended December 31, 2004

<u>OPERATING UNIT/FUND</u>	<u>Original Budget</u>	<u>Final Amended Budget</u>	<u>Actual</u>	<u>Variance</u>
<b>COURT APPROPRIATIONS</b>				
Friend of the Court Fund				
Friend of the Court	\$ 188,625	\$ 218,544	\$ 224,061	\$ (5,517)
Family Support	64,099	64,099	73,085	(8,986)
Law Library Fund	39,423	39,423	39,423	-
Probate Child Care Fund	884,641	943,971	943,971	-
<b>TOTAL COURT APPROPRIATIONS</b>	<u>1,176,788</u>	<u>1,266,037</u>	<u>1,280,540</u>	<u>(14,503)</u>
<b>HUMAN SERVICE APPROPRIATIONS</b>				
County Health Department Fund	294,394	294,394	294,394	-
Social Services Child Care Fund	115,000	86,250	86,250	-
Social Services Fund	1,000	5,000	5,000	-
Soldier & Sailor Relief Fund	7,500	7,500	7,500	-
<b>TOTAL HUMAN SERVICE APPROPRIATIONS</b>	<u>417,894</u>	<u>393,144</u>	<u>393,144</u>	<u>-</u>
<b>OTHER APPROPRIATIONS</b>				
Public Improvement Fund	266,000	266,000	266,000	-
<b>TOTAL OTHER APPROPRIATIONS</b>	<u>266,000</u>	<u>266,000</u>	<u>266,000</u>	<u>-</u>
<b>TOTAL TRANSFERS OUT \$</b>	<u>1,860,682</u>	<u>\$ 1,925,181</u>	<u>\$ 1,939,684</u>	<u>\$ (14,503)</u>

COUNTY OF MARQUETTE, MICHIGAN

NONMAJOR GOVERNMENTAL FUNDS

COMBINING BALANCE SHEET

December 31, 2004

	Special Revenue Funds	Debt Service Funds	Capital Projects Funds	Total
<b>ASSETS</b>				
Cash and investments	\$ 6,614,392	\$ -	\$ 134,155	\$ 6,748,547
Receivables	5,508,926	-	-	5,508,926
Due from State	204,504	-	-	204,504
Due from others	-	-	138,856	138,856
Due from other funds	-	-	-	-
Other assets	816,494	-	-	816,494
<b>TOTAL ASSETS</b>	<b>\$ 13,144,316</b>	<b>\$ -</b>	<b>\$ 273,011</b>	<b>\$ 13,417,327</b>
<b>LIABILITIES AND FUND BALANCE</b>				
<b>LIABILITIES:</b>				
Accounts payable	\$ 1,555,148	\$ -	\$ 187,833	\$ 1,742,981
Cash overdraft	453,670	-	-	453,670
Due to others	-	-	-	-
Due to State	72,127	-	-	72,127
Due to other funds	660,295	-	-	660,295
Accrued payroll and related	53,499	-	-	53,499
Accrued sick and vacation	22,937	-	-	22,937
Deferred revenue	2,181,038	-	-	2,181,038
<b>TOTAL LIABILITIES</b>	<b>4,998,714</b>	<b>-</b>	<b>187,833</b>	<b>5,186,547</b>
<b>FUND BALANCE:</b>				
Reserved for:				
Capital Outlay	552,821	-	-	552,821
Debt service	-	-	-	-
Other	43,675	-	-	43,675
Unreserved, reported in:				
Special revenue funds	7,549,106	-	-	7,549,106
Capital projects funds	-	-	85,178	85,178
<b>TOTAL FUND BALANCE</b>	<b>8,145,602</b>	<b>-</b>	<b>85,178</b>	<b>8,230,780</b>
<b>TOTAL LIABILITIES AND FUND BALANCE</b>	<b>\$ 13,144,316</b>	<b>\$ -</b>	<b>\$ 273,011</b>	<b>\$ 13,417,327</b>

COUNTY OF MARQUETTE, MICHIGAN

NONMAJOR GOVERNMENTAL FUNDS

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

For the Fiscal Year Ended December 31, 2004

	Special Revenue Funds	Debt Service Funds	Capital Projects Funds	Total
<b>REVENUES:</b>				
Taxes & penalties	\$ 4,594,660	\$ -	\$ -	\$ 4,594,660
Federal sources	2,428,058	-	811,474	3,239,532
State sources	1,808,381	-	-	1,808,381
Local Units	-	-	-	-
Charges for services	1,282,330	-	-	1,282,330
Fines and forfeits	-	-	-	-
Interest	143,600	-	-	143,600
Other	5,036,512	-	-	5,036,512
<b>TOTAL REVENUES</b>	<u>15,293,541</u>	<u>-</u>	<u>811,474</u>	<u>16,105,015</u>
<b>EXPENDITURES:</b>				
Current operations:				
Legislative	\$ -	\$ -	-	-
Courts	2,678,212	-	-	2,678,212
Management	5,057	-	-	5,057
Public Records	265,975	-	-	265,975
Law Enforcement	1,141,638	-	-	1,141,638
Human Services	1,857,902	-	-	1,857,902
Resource Mgmt/Development	3,887,073	-	-	3,887,073
Other	-	1,859,663	882,418	2,742,081
<b>TOTAL EXPENDITURES</b>	<u>9,835,857</u>	<u>1,859,663</u>	<u>882,418</u>	<u>12,577,938</u>
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>	<u>5,457,684</u>	<u>(1,859,663)</u>	<u>(70,944)</u>	<u>3,527,077</u>
<b>OTHER FINANCING SOURCES(USES):</b>				
Operating transfer in	1,645,394	1,859,663	3,835	3,508,892
Operating transfer (out)	(3,079,503)	-	(104)	(3,079,607)
<b>TOTAL OTHER FINANCING SOURCES(USES)</b>	<u>(1,434,109)</u>	<u>1,859,663</u>	<u>3,731</u>	<u>429,285</u>
<b>CHANGE IN FUND BALANCE</b>	<u>4,023,575</u>	<u>-</u>	<u>(67,213)</u>	<u>3,956,362</u>
Fund balance, beginning of year	<u>4,122,027</u>	<u>-</u>	<u>152,391</u>	<u>4,274,418</u>
<b>FUND BALANCE, END OF YEAR</b>	<u>\$ 8,145,602</u>	<u>\$ -</u>	<u>\$ 85,178</u>	<u>\$ 8,230,780</u>



COUNTY OF MARQUETTE, MICHIGAN

NONMAJOR SPECIAL REVENUE FUNDS

COMBINING BALANCE SHEET

December 31, 2004

	Prosecutor's Forfeiture Account Fund	Domestic Violence Fund	Maintenance of Effort Fund	Public Improvement Fund	Land Acquisition Fund	Victim Restitution Fund	Friend of the Court Fund	County Remonu- mentation Fund	Sawyer Maintenance Fund	Sawyer Development Fund	Sawyer Intermediary Relending Fund
<b>ASSETS</b>											
Cash and investments	\$ 15,602	\$ 1,105	\$ 1,252,548	\$ 580,527	\$ 341,624	\$ 26,407	\$ 500	\$ 78,366	\$ -	\$ 32,319	\$ 433,625
Receivables			666,354				144,661	47,809	729,965	36,928	-
Due from State	-	-	-	-	-	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-	-	-	-	-	-
Loans receivable	-	-	-	-	-	-	-	-	-	-	816,494
<b>TOTAL ASSETS</b>	<u>\$ 15,602</u>	<u>\$ 1,105</u>	<u>\$ 1,918,902</u>	<u>\$ 580,527</u>	<u>\$ 341,624</u>	<u>\$ 26,407</u>	<u>\$ 145,161</u>	<u>\$ 126,175</u>	<u>\$ 729,965</u>	<u>\$ 69,247</u>	<u>\$ 1,250,119</u>
<b>LIABILITIES AND FUND BALANCE</b>											
<b>LIABILITIES:</b>											
Accounts payable	\$ 801	\$ -	\$ 61,132	\$ 1,576	\$ -	\$ -	\$ 769	\$ 43,921	\$ 466,664	\$ 26,423	\$ 823,686
Cash overdraft	-	-	-	-	-	-	133,816	-	249,830	-	-
Due to State	-	-	24,127	-	-	-	-	-	-	-	-
Due to other funds	-	-	-	-	-	-	-	-	-	-	-
Accrued payroll and related	-	-	-	-	-	-	10,575	-	-	5,479	-
Accrued sick and vacation	-	-	-	-	-	-	-	-	-	2,007	-
Deferred revenue	-	-	746,549	-	-	-	-	-	-	-	-
<b>TOTAL LIABILITIES</b>	<u>801</u>	<u>-</u>	<u>831,808</u>	<u>1,576</u>	<u>-</u>	<u>-</u>	<u>145,160</u>	<u>43,921</u>	<u>716,494</u>	<u>33,909</u>	<u>823,686</u>
<b>FUND BALANCE</b>											
Reserved for:											
Capital Outlay	-	-	-	552,821	-	-	-	-	-	-	-
Other	-	-	-	-	-	5,490	-	-	-	-	-
Unreserved	14,801	1,105	1,087,094	26,130	341,624	20,917	1	82,254	13,471	35,338	426,433
<b>TOTAL FUND BALANCE</b>	<u>14,801</u>	<u>1,105</u>	<u>1,087,094</u>	<u>578,951</u>	<u>341,624</u>	<u>26,407</u>	<u>1</u>	<u>82,254</u>	<u>13,471</u>	<u>35,338</u>	<u>426,433</u>
<b>TOTAL LIABILITIES AND FUND BALANCE</b>	<u>\$ 15,602</u>	<u>\$ 1,105</u>	<u>\$ 1,918,902</u>	<u>\$ 580,527</u>	<u>\$ 341,624</u>	<u>\$ 26,407</u>	<u>\$ 145,161</u>	<u>\$ 126,175</u>	<u>\$ 729,965</u>	<u>\$ 69,247</u>	<u>\$ 1,250,119</u>

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COUNTY OF MARQUETTE, MICHIGAN

NONMAJOR SPECIAL REVENUE FUNDS

COMBINING BALANCE SHEET

December 31, 2004

ASSETS	Rescue Safety Fund	Law Library Fund	P.A. 511 Fund	Child Care SODA Grant Fund	Building Authority Fund	Sheriff MCTV Grant Fund	Revenue Sharing Reserve Fund	FIA Child Care Fund	Family Independence Agency Fund	Probate Child Care Fund	Central Dispatch Fund
Cash and investments	\$ 109,386	\$ 8,274	\$ -	\$ 2,751	\$ 344,215	\$ 157	\$ -	\$ 74,645	\$ 50,017	\$ -	\$ 818,686
Receivables	136,328	-	-	-	-	13,582	2,514,991	-	-	54,583	602,113
Due from State	-	-	17,970	-	-	6,287	-	17,679	14,033	115,958	32,577
Due from other funds	-	-	-	-	-	-	-	-	-	-	-
Loans receivable	-	-	-	-	-	-	-	-	-	-	-
<b>TOTAL ASSETS</b>	<b>\$ 245,714</b>	<b>\$ 8,274</b>	<b>\$ 17,970</b>	<b>\$ 2,751</b>	<b>\$ 344,215</b>	<b>\$ 20,026</b>	<b>\$ 2,514,991</b>	<b>\$ 92,324</b>	<b>\$ 64,050</b>	<b>\$ 170,541</b>	<b>\$ 1,453,376</b>
<b>LIABILITIES AND FUND BALANCE</b>											
<b>LIABILITIES:</b>											
Accounts payable	\$ 119	\$ 2,463	\$ -	\$ -	\$ 9,036	\$ 3,067	\$ -	\$ -	\$ -	\$ 8,058	\$ 7,700
Cash overdraft	-	-	17,970	-	-	-	-	-	-	52,054	-
Due to State	-	-	-	-	-	-	-	-	48,000	-	-
Due to other funds	-	-	-	-	-	7,449	616,005	35,098	1,743	-	-
Accrued payroll and related	5,047	-	-	-	-	-	-	-	-	-	32,055
Accrued sick and vacation	-	-	-	-	-	1,286	-	-	-	4,530	2,054
Deferred revenue	152,728	-	-	-	-	-	-	-	-	-	674,577
<b>TOTAL LIABILITIES</b>	<b>157,894</b>	<b>2,463</b>	<b>17,970</b>	<b>-</b>	<b>9,036</b>	<b>11,802</b>	<b>616,005</b>	<b>35,098</b>	<b>49,743</b>	<b>64,642</b>	<b>716,386</b>
<b>FUND BALANCE</b>											
Reserved for:											
Capital Outlay	-	-	-	-	-	-	-	-	-	-	5,207
Other	-	-	-	-	-	-	-	-	-	-	-
Unreserved	87,820	5,811	-	2,751	335,179	8,224	1,898,986	57,226	14,307	105,899	731,783
<b>TOTAL FUND BALANCE</b>	<b>87,820</b>	<b>5,811</b>	<b>-</b>	<b>2,751</b>	<b>335,179</b>	<b>8,224</b>	<b>1,898,986</b>	<b>57,226</b>	<b>14,307</b>	<b>105,899</b>	<b>736,990</b>
<b>TOTAL LIABILITIES AND FUND BALANCE</b>	<b>\$ 245,714</b>	<b>\$ 8,274</b>	<b>\$ 17,970</b>	<b>\$ 2,751</b>	<b>\$ 344,215</b>	<b>\$ 20,026</b>	<b>\$ 2,514,991</b>	<b>\$ 92,324</b>	<b>\$ 64,050</b>	<b>\$ 170,541</b>	<b>\$ 1,453,376</b>

continued.....

NONMAJOR SPECIAL REVENUE FUNDS

COMBINING BALANCE SHEET

December 31, 2004

	Soldiers & Sailors Relief Fund	Veterans Trust Fund	Commission on Aging Fund	Budget Stabilization Fund	Homestead Property Administration Fund	FIA Baraga Account Fund	Register of Deeds Automation Fund	Airport Stabilization Fund	Total
<b>ASSETS</b>									
Cash and investments	\$ 3,274	\$ 320	\$ 283,788	\$ 171,110	\$ 8,444	\$ 2,622	\$ 20,617	\$ 1,953,463	\$ 6,614,392
Receivables	-	-	561,612	-	-	-	-	-	5,508,926
Due from State	-	-	-	-	-	-	-	-	204,504
Due from other funds	-	-	-	-	-	-	-	-	-
Loans receivable	-	-	-	-	-	-	-	-	816,494
<b>TOTAL ASSETS</b>	<u>\$ 3,274</u>	<u>\$ 320</u>	<u>\$ 845,400</u>	<u>\$ 171,110</u>	<u>\$ 8,444</u>	<u>\$ 2,622</u>	<u>\$ 20,617</u>	<u>\$ 1,953,463</u>	<u>\$ 13,144,316</u>
<b>LIABILITIES AND FUND BALANCE</b>									
<b>LIABILITIES:</b>									
Accounts payable	\$ -	\$ -	\$ 99,733	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,555,148
Cash overdraft	-	-	-	-	-	-	-	-	453,670
Due to State	-	-	-	-	-	-	-	-	72,127
Due to other funds	-	-	-	-	-	-	-	-	660,295
Accrued payroll and related	-	-	10,918	-	-	-	-	-	53,499
Accrued sick and vacation	-	-	2,485	-	-	-	-	-	22,937
Deferred revenue	-	-	607,184	-	-	-	-	-	2,181,038
<b>TOTAL LIABILITIES</b>	<u>-</u>	<u>-</u>	<u>720,320</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,998,714</u>
<b>FUND BALANCE</b>									
Reserved for:	-	-	-	-	-	-	-	-	552,821
Capital Outlay	-	-	32,978	-	-	-	-	-	43,675
Other	-	-	-	-	-	-	-	-	-
Unreserved	3,274	320	92,102	171,110	8,444	2,622	20,617	1,953,463	7,549,106
<b>TOTAL FUND BALANCE</b>	<u>3,274</u>	<u>320</u>	<u>125,080</u>	<u>171,110</u>	<u>8,444</u>	<u>2,622</u>	<u>20,617</u>	<u>1,953,463</u>	<u>8,145,602</u>
<b>TOTAL LIABILITIES AND FUND BALANCE</b>	<u>\$ 3,274</u>	<u>\$ 320</u>	<u>\$ 845,400</u>	<u>\$ 171,110</u>	<u>\$ 8,444</u>	<u>\$ 2,622</u>	<u>\$ 20,617</u>	<u>\$ 1,953,463</u>	<u>\$ 13,144,316</u>

COUNTY OF MARQUETTE, MICHIGAN  
NONMAJOR SPECIAL REVENUE FUNDS  
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
For the Fiscal Year Ended December 31, 2004

	Prosecutor's Forfeiture Account Fund	Domestic Violence Fund	Maintenance of Effort Fund	Public Improvement Fund	Land Acquisition Fund	Victim Restitution Fund	Friend of the Court Fund	County Remonu- mentation Fund	Sawyer Maintenance Fund	Sawyer Development Fund	Sawyer Intermediary Relending Fund
<b>REVENUES:</b>											
Taxes and Penalties	\$ -	\$ -	\$ 711,868	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Federal sources	-	-	-	-	-	-	573,724	-	1,741,605	19,850	-
State sources	-	-	-	-	-	-	81,274	141,345	-	-	-
Charges for services	-	-	-	-	-	-	50,610	-	494,348	339,241	-
Fines and forfeits	-	-	-	-	-	-	-	-	-	-	-
Interest	-	-	23,660	11,077	5,636	-	-	-	90	3,259	55,337
Other	-	-	-	-	5,200	5,645	-	-	47,788	561,763	-
<b>TOTAL REVENUES</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 735,528</b>	<b>\$ 11,077</b>	<b>\$ 10,836</b>	<b>\$ 5,645</b>	<b>\$ 705,608</b>	<b>\$ 141,345</b>	<b>\$ 2,283,831</b>	<b>\$ 924,113</b>	<b>\$ 55,337</b>
<b>EXPENDITURES:</b>											
Current operations:											
Legislative	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Courts	-	-	-	-	-	1,752	1,002,883	-	-	-	-
Management	-	-	-	5,057	-	-	-	-	-	-	-
Public Records	-	-	-	32,522	-	-	-	156,273	-	-	-
Law Enforcement	-	-	-	40,338	-	-	-	-	-	-	-
Human Services	-	-	375,369	100,941	-	-	-	-	-	-	-
Resource Management/Development	-	-	-	73,421	-	-	-	-	2,304,248	947,913	108,778
Other	-	-	-	-	-	-	-	-	-	-	-
<b>TOTAL EXPENDITURES</b>	<b>-</b>	<b>-</b>	<b>375,369</b>	<b>252,279</b>	<b>-</b>	<b>1,752</b>	<b>1,002,883</b>	<b>156,273</b>	<b>2,304,248</b>	<b>947,913</b>	<b>108,778</b>
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>	<b>-</b>	<b>-</b>	<b>360,159</b>	<b>(241,202)</b>	<b>10,836</b>	<b>3,893</b>	<b>(297,275)</b>	<b>(14,928)</b>	<b>(20,417)</b>	<b>(23,800)</b>	<b>(53,441)</b>
<b>OTHER FINANCING SOURCES(USES):</b>											
Operating transfer in	-	-	-	266,000	-	-	297,146	-	-	104	-
Operating transfer (out)	-	-	(300,000)	-	-	-	-	-	-	(303,835)	-
<b>TOTAL OTHER FINANCING SOURCES(USES)</b>	<b>-</b>	<b>-</b>	<b>(300,000)</b>	<b>266,000</b>	<b>-</b>	<b>-</b>	<b>297,146</b>	<b>-</b>	<b>-</b>	<b>(303,731)</b>	<b>-</b>
<b>CHANGES IN FUND BALANCE</b>	<b>-</b>	<b>-</b>	<b>60,159</b>	<b>24,798</b>	<b>10,836</b>	<b>3,893</b>	<b>(129)</b>	<b>(14,928)</b>	<b>(20,417)</b>	<b>(327,531)</b>	<b>(53,441)</b>
Fund balance, beginning of year	14,801	1,105	1,026,935	554,153	330,788	22,514	130	97,182	33,888	362,869	479,874
<b>FUND BALANCE, END OF YEAR</b>	<b>\$ 14,801</b>	<b>\$ 1,105</b>	<b>\$ 1,087,094</b>	<b>\$ 578,951</b>	<b>\$ 341,624</b>	<b>\$ 26,407</b>	<b>\$ 1</b>	<b>\$ 82,254</b>	<b>\$ 13,471</b>	<b>\$ 35,338</b>	<b>\$ 426,433</b>

continued.....

COUNTY OF MARQUETTE, MICHIGAN

NONMAJOR SPECIAL REVENUE FUNDS

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

For the Fiscal Year Ended December 31, 2004

	Rescue Safety Fund	Law Library Fund	P.A. 511 Fund	Child Care SODA Grant Fund	Building Authority Fund	Sheriff MCTV Grant Fund	Revenue Sharing Reserve Fund	FIA Child Care Fund	Family Independence Agency Fund	Probate Child Care Fund	Central Dispatch Fund
<b>REVENUES:</b>											
Taxes and Penalties	\$ 145,578	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,514,991	\$ -	\$ -	\$ -	\$ 643,241
Federal sources	-	-	-	-	-	-	-	-	-	-	-
State sources	65,870	-	69,724	4,745	-	10,048	-	60,486	160,607	645,250	343,634
Charges for services	-	6,500	-	-	274,707	-	-	127	-	33,872	-
Fines and forfeits	-	-	-	-	-	-	-	-	-	-	-
Interest	2,338	-	-	-	2,132	-	-	-	-	-	15,601
Other	156	-	1,913	3,889	1,998,952	68,806	-	-	5,000	-	-
<b>TOTAL REVENUES</b>	<b>\$ 213,942</b>	<b>\$ 6,500</b>	<b>\$ 71,637</b>	<b>\$ 8,634</b>	<b>\$ 2,275,791</b>	<b>\$ 78,854</b>	<b>\$ 2,514,991</b>	<b>\$ 60,613</b>	<b>\$ 165,607</b>	<b>\$ 679,122</b>	<b>\$ 1,002,476</b>
<b>EXPENDITURES:</b>											
<b>Current operations:</b>											
Legislative	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Courts	-	40,618	-	7,514	-	-	-	-	-	1,625,445	-
Management	-	-	-	-	-	-	-	-	-	-	-
Public Records	-	-	-	-	-	-	-	-	-	-	-
Law Enforcement	203,420	-	71,637	-	-	81,478	-	-	-	-	744,765
Human Services	-	-	-	-	-	-	-	121,513	203,292	-	-
Resource Management/Development	-	-	-	-	144,162	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-	-	-
<b>TOTAL EXPENDITURES</b>	<b>203,420</b>	<b>40,618</b>	<b>71,637</b>	<b>7,514</b>	<b>144,162</b>	<b>81,478</b>	<b>-</b>	<b>121,513</b>	<b>203,292</b>	<b>1,625,445</b>	<b>744,765</b>
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>	<b>10,522</b>	<b>(34,118)</b>	<b>-</b>	<b>1,120</b>	<b>2,131,629</b>	<b>(2,624)</b>	<b>2,514,991</b>	<b>(60,900)</b>	<b>(37,685)</b>	<b>(946,323)</b>	<b>257,711</b>
<b>OTHER FINANCING SOURCES(USES):</b>											
Operating transfer in	-	39,423	-	-	-	-	-	86,250	5,000	943,971	-
Operating transfer (out)	-	-	-	-	(1,859,663)	-	(616,005)	-	-	-	-
<b>TOTAL OTHER FINANCING SOURCES(USES)</b>	<b>-</b>	<b>39,423</b>	<b>-</b>	<b>-</b>	<b>(1,859,663)</b>	<b>-</b>	<b>(616,005)</b>	<b>86,250</b>	<b>5,000</b>	<b>943,971</b>	<b>-</b>
<b>CHANGES IN FUND BALANCE</b>	<b>10,522</b>	<b>5,305</b>	<b>-</b>	<b>1,120</b>	<b>271,966</b>	<b>(2,624)</b>	<b>1,898,986</b>	<b>25,350</b>	<b>(32,685)</b>	<b>(2,352)</b>	<b>257,711</b>
Fund balance, beginning of year	77,298	506	-	1,631	63,213	10,848	-	31,876	46,992	108,251	479,279
<b>FUND BALANCE, END OF YEAR</b>	<b>\$ 87,820</b>	<b>\$ 5,811</b>	<b>\$ -</b>	<b>\$ 2,751</b>	<b>\$ 335,179</b>	<b>\$ 8,224</b>	<b>\$ 1,898,986</b>	<b>\$ 57,226</b>	<b>\$ 14,307</b>	<b>\$ 105,899</b>	<b>\$ 736,990</b>

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COUNTY OF MARQUETTE, MICHIGAN  
NONMAJOR SPECIAL REVENUE FUNDS  
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
For the Fiscal Year Ended December 31, 2004

	Soldiers & Sailors Relief Fund	Veterans Trust Fund	Commission on Aging Fund	Budget Stabilization Fund	Homestead Property Administration Fund	FIA Baraga Account Fund	Register of Deeds Automation Fund	Airport Stabilization Fund	Total
<b>REVENUES:</b>									
Taxes and Penalties	\$ -	\$ -	\$ 578,982	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 4,594,660
Federal sources	-	-	92,879	-	-	-	-	-	2,428,058
State sources	-	12,467	211,089	-	-	1,842	-	-	1,808,381
Charges for services	-	-	-	-	-	-	82,925	-	1,282,330
Fines and forfeits	-	-	-	-	-	-	-	-	-
Interest	-	-	6,332	-	5,974	-	150	12,014	143,600
Other	-	-	85,317	-	2,083	-	-	2,250,000	5,036,512
<b>TOTAL REVENUES</b>	<b>\$ -</b>	<b>\$ 12,467</b>	<b>\$ 974,599</b>	<b>\$ -</b>	<b>\$ 8,057</b>	<b>\$ 1,842</b>	<b>\$ 83,075</b>	<b>\$ 2,262,014</b>	<b>\$ 15,293,541</b>
<b>EXPENDITURES:</b>									
Current operations:									
Legislative	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Courts	-	-	-	-	-	-	-	-	2,678,212
Management	-	-	-	-	-	-	-	-	5,057
Public Records	-	-	-	-	25	-	77,155	-	265,975
Law Enforcement	-	-	-	-	-	-	-	-	1,141,638
Human Services	6,399	12,808	1,035,831	-	-	1,749	-	-	1,857,902
Resource Management/Development	-	-	-	-	-	-	-	308,551	3,887,073
Other	-	-	-	-	-	-	-	-	-
<b>TOTAL EXPENDITURES</b>	<b>6,399</b>	<b>12,808</b>	<b>1,035,831</b>	<b>-</b>	<b>25</b>	<b>1,749</b>	<b>77,155</b>	<b>308,551</b>	<b>9,835,857</b>
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>	<b>(6,399)</b>	<b>(341)</b>	<b>(61,232)</b>	<b>-</b>	<b>8,032</b>	<b>93</b>	<b>5,920</b>	<b>1,953,463</b>	<b>5,457,684</b>
<b>OTHER FINANCING SOURCES(USES):</b>									
Operating transfer in	7,500	-	-	-	-	-	-	-	1,645,394
Operating transfer (out)	-	-	-	-	-	-	-	-	(3,079,503)
<b>TOTAL OTHER FINANCING SOURCES(USES)</b>	<b>7,500</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(1,434,109)</b>
<b>CHANGES IN FUND BALANCE</b>	<b>1,101</b>	<b>(341)</b>	<b>(61,232)</b>	<b>-</b>	<b>8,032</b>	<b>93</b>	<b>5,920</b>	<b>1,953,463</b>	<b>4,023,575</b>
Fund balance, beginning of year	2,173	661	186,312	171,110	412	2,529	14,697	-	4,122,027
<b>FUND BALANCE, END OF YEAR</b>	<b>\$ 3,274</b>	<b>\$ 320</b>	<b>\$ 125,080</b>	<b>\$ 171,110</b>	<b>\$ 8,444</b>	<b>\$ 2,622</b>	<b>\$ 20,617</b>	<b>\$ 1,953,463</b>	<b>\$ 8,145,602</b>

**COUNTY OF MARQUETTE, MICHIGAN**  
**PROSECUTOR'S FORFEITURE ACCOUNT FUND**

**BALANCE SHEET**

December 31, 2004

**ASSETS**

Cash and investments	\$ 15,602
Receivables	-
Due from State	-
Due from other funds	-

**TOTAL ASSETS**

\$ 15,602

**LIABILITIES AND FUND BALANCE**

**LIABILITIES:**

Accounts payable	\$ 801
Cash Overdraft	-
Accrued payroll and related	-
Accrued sick & vacation leave	-
Deferred revenue	-

**TOTAL LIABILITIES**

801

**FUND BALANCE:**

Unreserved	<u>14,801</u>
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**TOTAL FUND BALANCE**

14,801

**TOTAL LIABILITIES AND FUND BALANCE**

\$ 15,602

**COUNTY OF MARQUETTE, MICHIGAN**

**PROSECUTOR'S FORFEITURE ACCOUNT FUND**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL**

For the Fiscal Year Ended December 31, 2004

		2004		
		Final Amended Budget	Actual	Variance
<b>REVENUES:</b>				
Other		-	-	-
<b>TOTAL REVENUES</b>	<b>\$</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
<b>EXPENDITURES:</b>				
Courts:				
Other services and charges		-	-	-
<b>TOTAL EXPENDITURES</b>		<b>-</b>	<b>-</b>	<b>-</b>
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>		<b>-</b>	<b>-</b>	<b>-</b>
<b>OTHER FINANCING SOURCES(USES):</b>				
Operating transfer in		-	-	-
Operating transfer (out)		-	-	-
<b>TOTAL OTHER FINANCING SOURCES(USES)</b>		<b>-</b>	<b>-</b>	<b>-</b>
<b>CHANGES IN FUND BALANCE</b>		<b>-</b>	<b>-</b>	<b>-</b>
Fund balance, beginning of year		-	14,801	14,801
<b>FUND BALANCE, END OF YEAR</b>	<b>\$</b>	<b>\$ -</b>	<b>\$ 14,801</b>	<b>\$ 14,801</b>



COUNTY OF MARQUETTE, MICHIGAN

DOMESTIC VIOLENCE FUND

BALANCE SHEET

December 31, 2004

**ASSETS**

Cash and investments	\$	1,105
Receivables		-
Due from State		-
Due from other funds		-

<b>TOTAL ASSETS</b>	<b>\$</b>	<b><u>1,105</u></b>
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**LIABILITIES AND FUND BALANCE**

**LIABILITIES:**

Accounts payable	\$	-
Cash Overdraft		-
Accrued payroll and related		-
Accrued sick & vacation leave		-
Deferred revenue		-

<b>TOTAL LIABILITIES</b>		<b><u>-</u></b>
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**FUND BALANCE:**

Unreserved		<u>1,105</u>
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<b>TOTAL FUND BALANCE</b>		<b><u>1,105</u></b>
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<b>TOTAL LIABILITIES AND FUND BALANCE</b>	<b>\$</b>	<b><u>1,105</u></b>
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**COUNTY OF MARQUETTE, MICHIGAN**

**DOMESTIC VIOLENCE GRANT FUND**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL**

For the Fiscal Year Ended December 31, 2004

		2004		
		Final Amended Budget	Actual	Variance
<b>REVENUES:</b>				
Other		-	-	-
<b>TOTAL REVENUES</b>	<b>\$</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
<b>EXPENDITURES:</b>				
Law Enforcement:				
Other services and charges		-	-	-
<b>TOTAL EXPENDITURES</b>		<b>-</b>	<b>-</b>	<b>-</b>
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>		<b>-</b>	<b>-</b>	<b>-</b>
<b>OTHER FINANCING SOURCES(USES):</b>				
Operating transfer in		-	-	-
Operating transfer (out)		-	-	-
<b>TOTAL OTHER FINANCING SOURCES(USES)</b>		<b>-</b>	<b>-</b>	<b>-</b>
<b>CHANGES IN FUND BALANCE</b>		<b>-</b>	<b>-</b>	<b>-</b>
Fund balance, beginning of year		-	1,105	1,105
<b>FUND BALANCE, END OF YEAR</b>	<b>\$</b>	<b>\$ -</b>	<b>\$ 1,105</b>	<b>\$ 1,105</b>

COUNTY OF MARQUETTE, MICHIGAN

MAINTENANCE OF EFFORT FUND

BALANCE SHEET

December 31, 2004

**ASSETS**

Cash and investments	\$	1,252,548
Receivables		666,354
Due from State		-
Due from other funds		-

<b>TOTAL ASSETS</b>	<b>\$</b>	<b><u>1,918,902</u></b>
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**LIABILITIES AND FUND BALANCE**

**LIABILITIES:**

Accounts payable	\$	61,132
Cash Overdraft		-
Due to State		24,127
Accrued payroll and related		-
Accrued sick & vacation leave		-
Deferred revenue		<u>746,549</u>

<b>TOTAL LIABILITIES</b>		<b><u>831,808</u></b>
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**FUND BALANCE:**

Unreserved		<u>1,087,094</u>
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<b>TOTAL FUND BALANCE</b>		<b><u>1,087,094</u></b>
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<b>TOTAL LIABILITIES AND FUND BALANCE</b>	<b>\$</b>	<b><u>1,918,902</u></b>
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**COUNTY OF MARQUETTE, MICHIGAN**

**MAINTENANCE OF EFFORT FUND**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL**

For the Fiscal Year Ended December 31, 2004

		2004		
		Final Amended Budget	Actual	Variance
<b>REVENUES:</b>				
Taxes and Penalties		670,000	711,868	41,868
Interest Earned		-	23,660	23,660
<b>TOTAL REVENUES</b>	<b>\$</b>	<b>670,000</b>	<b>\$ 735,528</b>	<b>\$ 65,528</b>
<b>EXPENDITURES:</b>				
Human Services:				
Other services and charges		480,000	375,369	104,631
<b>TOTAL EXPENDITURES</b>		<b>480,000</b>	<b>375,369</b>	<b>104,631</b>
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>		<b>190,000</b>	<b>360,159</b>	<b>170,159</b>
<b>OTHER FINANCING SOURCES(USES):</b>				
Operating transfer in		-	-	-
Operating transfer (out)		(300,000)	(300,000)	-
<b>TOTAL OTHER FINANCING SOURCES(USES)</b>		<b>(300,000)</b>	<b>(300,000)</b>	<b>-</b>
<b>CHANGES IN FUND BALANCE</b>		<b>(110,000)</b>	<b>60,159</b>	<b>170,159</b>
Fund balance, beginning of year		947,524	1,026,935	79,411
<b>FUND BALANCE, END OF YEAR</b>	<b>\$</b>	<b>837,524</b>	<b>\$ 1,087,094</b>	<b>\$ 249,570</b>

COUNTY OF MARQUETTE, MICHIGAN

PUBLIC IMPROVEMENT FUND

BALANCE SHEET

December 31, 2004

**ASSETS**

Cash and investments	\$	580,527
Receivables		-
Due from State		-
Due from other funds		-

**TOTAL ASSETS** \$ 580,527

**LIABILITIES AND FUND BALANCE**

**LIABILITIES:**

Accounts payable	\$	1,576
Cash Overdraft		-
Due to State		-
Accrued payroll and related		-
Accrued sick & vacation leave		-
Deferred revenue		-

**TOTAL LIABILITIES** 1,576

**FUND BALANCE:**

Reserved for:		
Capital Outlay		552,821
Other		-
Unreserved		<u>26,130</u>

**TOTAL FUND BALANCE** 578,951

**TOTAL LIABILITIES AND FUND BALANCE** \$ 580,527

**COUNTY OF MARQUETTE, MICHIGAN**

**PUBLIC IMPROVEMENT FUND**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL**

For the Fiscal Year Ended December 31, 2004

		2004		
		Final Amended Budget	Actual	Variance
<b>REVENUES:</b>				
Interest Earned		-	11,077	11,077
<b>TOTAL REVENUES</b>	\$	\$ -	\$ 11,077	\$ 11,077
<b>EXPENDITURES:</b>				
Management - Capital Outlay		26,720	5,057	21,663
Public Records - Capital Outlay		70,000	32,522	37,478
Law Enforcement - Capital Outlay		71,902	40,338	31,564
Resource mgmt/Dev - Capital Outlay		502,685	100,941	401,744
Other - Capital Outlay		136,312	73,421	62,891
<b>TOTAL EXPENDITURES</b>		807,619	252,279	555,340
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>		(807,619)	(241,202)	566,417
<b>OTHER FINANCING SOURCES(USES):</b>				
Operating transfer in		266,000	266,000	-
Operating transfer (out)		-	-	-
<b>TOTAL OTHER FINANCING SOURCES(USES)</b>		266,000	266,000	-
<b>CHANGES IN FUND BALANCE</b>		(541,619)	24,798	566,417
Fund balance, beginning of year		552,567	554,153	1,586
<b>FUND BALANCE, END OF YEAR</b>	\$	\$ 10,948	\$ 578,951	\$ 568,003

COUNTY OF MARQUETTE, MICHIGAN

LAND ACQUISITION FUND

BALANCE SHEET

December 31, 2004

**ASSETS**

Cash and investments	\$	341,624
Receivables		-
Due from State		-
Due from other funds		-

<b>TOTAL ASSETS</b>	<b>\$</b>	<b><u>341,624</u></b>
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**LIABILITIES AND FUND BALANCE**

**LIABILITIES:**

Accounts payable	\$	-
Cash Overdraft		-
Due to State		-
Accrued payroll and related		-
Accrued sick & vacation leave		-
Deferred revenue		-

<b>TOTAL LIABILITIES</b>		<b><u>-</u></b>
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**FUND BALANCE:**

Reserved for:		
Capital Outlay		-
Other		-
Unreserved		341,624

<b>TOTAL FUND BALANCE</b>		<b><u>341,624</u></b>
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<b>TOTAL LIABILITIES AND FUND BALANCE</b>	<b>\$</b>	<b><u>341,624</u></b>
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**COUNTY OF MARQUETTE, MICHIGAN**

**LAND ACQUISITION FUND**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL**

For the Fiscal Year Ended December 31, 2004

		2004		
		Final Amended Budget	Actual	Variance
<b>REVENUES:</b>				
Interest Earned		1,000	5,636	4,636
Other		5,200	5,200	-
<b>TOTAL REVENUES</b>	\$	\$ 6,200	\$ 10,836	\$ 4,636
<b>EXPENDITURES:</b>				
Community Development:				
Other services and charges		6,200	-	6,200
<b>TOTAL EXPENDITURES</b>		6,200	-	6,200
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>		-	10,836	10,836
<b>OTHER FINANCING SOURCES(USES):</b>				
Operating transfer in		-	-	-
Operating transfer (out)		-	-	-
<b>TOTAL OTHER FINANCING SOURCES(USES)</b>		-	-	-
<b>CHANGES IN FUND BALANCE</b>		-	10,836	10,836
Fund balance, beginning of year		324,622	330,788	6,166
<b>FUND BALANCE, END OF YEAR</b>	\$	\$ 324,622	\$ 341,624	\$ 17,002



COUNTY OF MARQUETTE, MICHIGAN

VICTIM RESTITUTION FUND

BALANCE SHEET

December 31, 2004

**ASSETS**

Cash and investments	\$	26,407
Receivables		-
Due from State		-
Due from other funds		-

**TOTAL ASSETS**

\$ 26,407

**LIABILITIES AND FUND BALANCE**

**LIABILITIES:**

Accounts payable	\$	-
Cash Overdraft		-
Due to State		-
Accrued payroll and related		-
Accrued sick & vacation leave		-
Deferred revenue		-

**TOTAL LIABILITIES**

-

**FUND BALANCE:**

Reserved for:		-
Capital Outlay		5,490
Other		20,917
Unreserved		-

**TOTAL FUND BALANCE**

26,407

**TOTAL LIABILITIES AND FUND BALANCE**

\$ 26,407

**COUNTY OF MARQUETTE, MICHIGAN**

**VICTIM RESTITUTION FUND**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL**

For the Fiscal Year Ended December 31, 2004

		2004		
		Final Amended Budget	Actual	Variance
<b>REVENUES:</b>				
Interest Earned		-	-	-
Other		12,000	5,645	(6,355)
<b>TOTAL REVENUES</b>	\$	\$ 12,000	\$ 5,645	\$ (6,355)
<b>EXPENDITURES:</b>				
Courts:				
Other services and charges		12,000	1,752	10,248
<b>TOTAL EXPENDITURES</b>		12,000	1,752	10,248
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>		-	3,893	3,893
<b>OTHER FINANCING SOURCES(USES):</b>				
Operating transfer in		-	-	-
Operating transfer (out)		-	-	-
<b>TOTAL OTHER FINANCING SOURCES(USES)</b>		-	-	-
<b>CHANGES IN FUND BALANCE</b>		-	3,893	3,893
Fund balance, beginning of year		23,400	22,514	(886)
<b>FUND BALANCE, END OF YEAR</b>	\$	\$ 23,400	\$ 26,407	\$ 3,007

COUNTY OF MARQUETTE, MICHIGAN

FRIEND OF THE COURT FUND

BALANCE SHEET

December 31, 2004

ASSETS

Cash and investments	\$	500
Receivables		144,661
Due from State		-
Due from other funds		-

TOTAL ASSETS

\$ 145,161

LIABILITIES AND FUND BALANCE

LIABILITIES:

Accounts payable	\$	769
Cash Overdraft		133,816
Accrued payroll and related		-
Accrued sick & vacation leave		10,575
Deferred revenue		-

TOTAL LIABILITIES

145,160

FUND BALANCE:

Unrestricted		<u>1</u>
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TOTAL FUND BALANCE

1

TOTAL LIABILITIES AND FUND BALANCE

\$ 145,161

**COUNTY OF MARQUETTE, MICHIGAN**

**FRIEND OF THE COURT FUND**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL**

For the Fiscal Year Ended December 31, 2004

		2004		
		Final Amended Budget	Actual	Variance
<b>REVENUES:</b>				
Federal sources		659,695	573,724	(85,971)
State sources		65,256	81,274	16,018
Charges for services		50,000	50,610	610
<b>TOTAL REVENUES</b>	\$	\$ 774,951	\$ 705,608	\$ (69,343)
<b>EXPENDITURES:</b>				
Courts:				
Personnel services		825,534	800,065	25,469
Supplies		27,590	23,604	3,986
Other services and charges		204,470	179,214	25,256
Capital outlay		-	-	-
<b>TOTAL EXPENDITURES</b>		1,057,594	1,002,883	54,711
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>		(282,643)	(297,275)	(14,632)
<b>OTHER FINANCING SOURCES(USES):</b>				
Operating transfer in		282,643	297,146	14,503
Operating transfer (out)		-	-	-
<b>TOTAL OTHER FINANCING SOURCES(USES)</b>		282,643	297,146	14,503
<b>CHANGES IN FUND BALANCE</b>		-	(129)	(129)
Fund balance, beginning of year		580	130	(450)
<b>FUND BALANCE, END OF YEAR</b>	\$	\$ 580	\$ 1	\$ (579)

COUNTY OF MARQUETTE, MICHIGAN

COUNTY REMONUMENTATION FUND

BALANCE SHEET

December 31, 2004

**ASSETS**

Cash and investments	\$	78,366
Receivables		47,809
Due from State		-
Due from other funds		-

**TOTAL ASSETS**

\$ 126,175

**LIABILITIES AND FUND BALANCE**

**LIABILITIES:**

Accounts payable	\$	43,921
Cash Overdraft		-
Due to State		-
Accrued payroll and related		-
Accrued sick & vacation leave		-
Deferred revenue		-

**TOTAL LIABILITIES**

43,921

**FUND BALANCE:**

Reserved for:		-
Capital Outlay		-
Other		-
Unreserved		82,254

**TOTAL FUND BALANCE**

82,254

**TOTAL LIABILITIES AND FUND BALANCE**

\$ 126,175

**COUNTY OF MARQUETTE, MICHIGAN**

**COUNTY REMONUMENTATION FUND**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL**

For the Fiscal Year Ended December 31, 2004

		2004		
		Final Amended Budget	Actual	Variance
<b>REVENUES:</b>				
State sources		233,842	141,345	(92,497)
Charges for services		14,396	-	(14,396)
Other		-	-	-
<b>TOTAL REVENUES</b>	\$	\$ 248,238	\$ 141,345	\$ (106,893)
<b>EXPENDITURES:</b>				
Public Records:				
Personnel services		4,529	888	3,641
Supplies		4,605	4,162	443
Other services and charges		239,104	151,223	87,881
Capital outlay		-	-	-
<b>TOTAL EXPENDITURES</b>		248,238	156,273	91,965
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>		-	(14,928)	(14,928)
<b>OTHER FINANCING SOURCES(USES):</b>				
Operating transfer in		-	-	-
Operating transfer (out)		-	-	-
<b>TOTAL OTHER FINANCING SOURCES(USES)</b>		-	-	-
<b>CHANGES IN FUND BALANCE</b>		-	(14,928)	(14,928)
Fund balance, beginning of year		99,913	97,182	(2,731)
<b>FUND BALANCE, END OF YEAR</b>	\$	\$ 99,913	\$ 82,254	\$ (17,659)

COUNTY OF MARQUETTE, MICHIGAN

SAWYER MAINTENANCE FUND

BALANCE SHEET

December 31, 2004

**ASSETS**

Cash and investments	\$	-
Receivables		729,965
Due from State		-
Due from other funds		-

**TOTAL ASSETS**

\$ 729,965

**LIABILITIES AND FUND BALANCE**

**LIABILITIES:**

Accounts payable	\$	466,664
Cash Overdraft		249,830
Due to State		-
Accrued payroll and related		-
Accrued sick & vacation leave		-
Deferred revenue		-

**TOTAL LIABILITIES**

716,494

**FUND BALANCE:**

Reserved for:		-
Capital Outlay		-
Other		13,471
Unreserved		-

**TOTAL FUND BALANCE**

13,471

**TOTAL LIABILITIES AND FUND BALANCE**

\$ 729,965

**COUNTY OF MARQUETTE, MICHIGAN**

**SAWYER MAINTENANCE FUND**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL**

For the Fiscal Year Ended December 31, 2004

	2004		
	Final Amended Budget	Actual	Variance
<b>REVENUES:</b>			
Federal sources	1,947,077	1,741,605	(205,472)
Charges for services	494,348	494,348	-
Interest earned	-	90	90
Other	45,791	47,788	1,997
<b>TOTAL REVENUES</b>	\$ 2,487,216	\$ 2,283,831	\$ (203,385)
<b>EXPENDITURES:</b>			
Community Development:			
Personnel services	675,706	721,221	(45,515)
Supplies	39,691	39,770	(79)
Other services and charges	1,771,819	1,543,257	228,562
Capital outlay	-	-	-
<b>TOTAL EXPENDITURES</b>	2,487,216	2,304,248	182,968
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>	-	(20,417)	(20,417)
<b>OTHER FINANCING SOURCES(USES):</b>			
Operating transfer in	-	-	-
Operating transfer (out)	-	-	-
<b>TOTAL OTHER FINANCING SOURCES(USES)</b>	-	-	-
<b>CHANGES IN FUND BALANCE</b>	-	(20,417)	(20,417)
Fund balance, beginning of year	38	33,888	33,850
<b>FUND BALANCE, END OF YEAR</b>	\$ 38	\$ 13,471	\$ 13,433



COUNTY OF MARQUETTE, MICHIGAN

SAWYER DEVELOPMENT FUND

BALANCE SHEET

December 31, 2004

ASSETS

Cash and investments	\$	32,319
Receivables		36,928
Due from State		-
Due from other funds		-

TOTAL ASSETS \$ 69,247

LIABILITIES AND FUND BALANCE

LIABILITIES:

Accounts payable	\$	26,423
Cash Overdraft		-
Due to State		-
Due to other funds		-
Accrued payroll and related		5,479
Accrued sick & vacation leave		2,007
Deferred revenue		-

TOTAL LIABILITIES 33,909

FUND BALANCE:

Reserved for:		-
Capital Outlay		-
Other		35,338
Unreserved		-

TOTAL FUND BALANCE 35,338

TOTAL LIABILITIES AND FUND BALANCE \$ 69,247

**COUNTY OF MARQUETTE, MICHIGAN**

**SAWYER DEVELOPMENT FUND**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL**

For the Fiscal Year Ended December 31, 2004

	2004		
	Final Amended Budget	Actual	Variance
<b>REVENUES:</b>			
Federal Sources	20,000	19,850	(150)
Charges for services	334,086	339,241	5,155
Interest earned	5,000	3,259	(1,741)
Other	557,141	561,763	4,622
<b>TOTAL REVENUES</b>	\$ 916,227	\$ 924,113	\$ 7,886
<b>EXPENDITURES:</b>			
Community Development:			
Personnel services	218,789	214,511	4,278
Supplies	35,620	31,904	3,716
Other services and charges	614,299	651,350	(37,051)
Capital outlay	-	-	-
Interest on deposits	50,181	50,148	33
<b>TOTAL EXPENDITURES</b>	918,889	947,913	(29,024)
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>	(2,662)	(23,800)	(21,138)
<b>OTHER FINANCING SOURCES(USES):</b>			
Operating transfer in	-	104	104
Operating transfer (out)	(360,207)	(303,835)	56,372
<b>TOTAL OTHER FINANCING SOURCES(USES)</b>	(360,207)	(303,731)	56,476
<b>CHANGES IN FUND BALANCE</b>	(362,869)	(327,531)	35,338
Fund balance, beginning of year	486,221	362,869	(123,352)
<b>FUND BALANCE, END OF YEAR</b>	\$ 123,352	\$ 35,338	\$ (88,014)

**COUNTY OF MARQUETTE, MICHIGAN**  
**SAWYER INTERMEDIARY RELENDING FUND**

**BALANCE SHEET**

December 31, 2004

<b>ASSETS</b>		
Cash and investments	\$	433,625
Receivables		-
Due from State		-
Due from other funds		-
Loans Receivable		<u>816,494</u>
<b>TOTAL ASSETS</b>	<b>\$</b>	<b><u>1,250,119</u></b>
 <b>LIABILITIES AND FUND BALANCE</b>		
<b>LIABILITIES:</b>		
Accounts payable	\$	823,686
Cash Overdraft		-
Due to State		-
Due to other funds		-
Accrued payroll and related		-
Accrued sick & vacation leave		-
Deferred revenue		<u>-</u>
<b>TOTAL LIABILITIES</b>		<u>823,686</u>
 <b>FUND BALANCE:</b>		
Reserved for:		
Capital Outlay		-
Other		-
Unreserved		<u>426,433</u>
<b>TOTAL FUND BALANCE</b>		<u>426,433</u>
 <b>TOTAL LIABILITIES AND FUND BALANCE</b>	 <b>\$</b>	 <b><u>1,250,119</u></b>

**COUNTY OF MARQUETTE, MICHIGAN**

**SAWYER INTERMEDIARY RELENDING FUND**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL**

For the Fiscal Year Ended December 31, 2004

		2004		
		Final Amended Budget	Actual	Variance
<b>REVENUES:</b>				
Charges for services		-	-	-
Interest earned		73,000	55,337	(17,663)
Other		-	-	-
<b>TOTAL REVENUES</b>	\$	\$ 73,000	\$ 55,337	\$ (17,663)
<b>EXPENDITURES:</b>				
Community Development:				
Other services and charges		45,000	99,937	(54,937)
Interest paid		40,000	8,841	31,159
<b>TOTAL EXPENDITURES</b>		85,000	108,778	(23,778)
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>		(12,000)	(53,441)	(41,441)
<b>OTHER FINANCING SOURCES(USES):</b>				
Operating transfer in		-	-	-
Operating transfer (out)		-	-	-
<b>TOTAL OTHER FINANCING SOURCES(USES)</b>		-	-	-
<b>CHANGES IN FUND BALANCE</b>		(12,000)	(53,441)	(41,441)
Fund balance, beginning of year		431,214	479,874	48,660
<b>FUND BALANCE, END OF YEAR</b>	\$	\$ 419,214	\$ 426,433	\$ 7,219

COUNTY OF MARQUETTE, MICHIGAN

RESCUE SAFETY FUND

BALANCE SHEET

December 31, 2004

ASSETS

Cash and investments	\$	109,386
Receivables		136,328
Due from State		-
Due from other funds		-
Loans Receivable		-

TOTAL ASSETS

\$ 245,714

LIABILITIES AND FUND BALANCE

LIABILITIES:

Accounts payable	\$	119
Cash Overdraft		-
Due to State		-
Due to other funds		-
Accrued payroll and related		5,047
Accrued sick & vacation leave		-
Deferred revenue		152,728

TOTAL LIABILITIES

157,894

FUND BALANCE:

Reserved for:		-
Capital Outlay		-
Other		87,820
Unreserved		-

TOTAL FUND BALANCE

87,820

TOTAL LIABILITIES AND FUND BALANCE

\$ 245,714

**COUNTY OF MARQUETTE, MICHIGAN**

**RESCUE SAFETY FUND**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL**

For the Fiscal Year Ended December 31, 2004

		2004		
		Final Amended Budget	Actual	Variance
<b>REVENUES:</b>				
Taxes and Penalties		140,000	145,578	5,578
Federal sources		-	-	-
State sources		48,262	65,870	17,608
Interest earned		-	2,338	2,338
Other		-	156	156
<b>TOTAL REVENUES</b>	\$	\$ 188,262	\$ 213,942	\$ 25,680
<b>EXPENDITURES:</b>				
Law Enforcement:				
Personnel services		129,903	140,315	(10,412)
Supplies		21,200	12,085	9,115
Other services and charges		23,237	12,940	10,297
Capital Outlay		41,000	38,080	2,920
<b>TOTAL EXPENDITURES</b>		215,340	203,420	11,920
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>		(27,078)	10,522	37,600
<b>OTHER FINANCING SOURCES(USES):</b>				
Operating transfer in		-	-	-
Operating transfer (out)		-	-	-
<b>TOTAL OTHER FINANCING SOURCES(USES)</b>		-	-	-
<b>CHANGES IN FUND BALANCE</b>		(27,078)	10,522	37,600
Fund balance, beginning of year		33,959	77,298	43,339
<b>FUND BALANCE, END OF YEAR</b>	\$	\$ 6,881	\$ 87,820	\$ 80,939

COUNTY OF MARQUETTE, MICHIGAN

LAW LIBRARY FUND

BALANCE SHEET

December 31, 2004

ASSETS

Cash and investments	\$	8,274
Receivables		-
Due from State		-
Due from other funds		-
Loans Receivable		-

TOTAL ASSETS

\$ 8,274

LIABILITIES AND FUND BALANCE

LIABILITIES:

Accounts payable	\$	2,463
Cash Overdraft		-
Due to State		-
Due to other funds		-
Accrued payroll and related		-
Accrued sick & vacation leave		-
Deferred revenue		-

TOTAL LIABILITIES

2,463

FUND BALANCE:

Reserved for:		-
Capital Outlay		-
Other		-
Unreserved		5,811

TOTAL FUND BALANCE

5,811

TOTAL LIABILITIES AND FUND BALANCE

\$ 8,274

**COUNTY OF MARQUETTE, MICHIGAN**

**LAW LIBRARY FUND**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL**

For the Fiscal Year Ended December 31, 2004

		2004		
		Final Amended Budget	Actual	Variance
<b>REVENUES:</b>				
Charges for services		6,500	6,500	-
Interest earned		-	-	-
Other		-	-	-
<b>TOTAL REVENUES</b>	\$	\$ 6,500	\$ 6,500	\$ -
<b>EXPENDITURES:</b>				
Courts:				
Supplies		42,000	39,195	2,805
Other services and charges		3,923	1,423	2,500
Capital Outlay		-	-	-
<b>TOTAL EXPENDITURES</b>		45,923	40,618	5,305
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>		(39,423)	(34,118)	5,305
<b>OTHER FINANCING SOURCES(USES):</b>				
Operating transfer in		39,423	39,423	-
Operating transfer (out)		-	-	-
<b>TOTAL OTHER FINANCING SOURCES(USES)</b>		39,423	39,423	-
<b>CHANGES IN FUND BALANCE</b>		-	5,305	5,305
Fund balance, beginning of year		-	506	506
<b>FUND BALANCE, END OF YEAR</b>	\$	\$ -	\$ 5,811	\$ 5,811



COUNTY OF MARQUETTE, MICHIGAN

P.A. 511 FUND

BALANCE SHEET

December 31, 2004

**ASSETS**

Cash and investments	\$	-
Receivables		-
Due from State		17,970
Due from other funds		-
Loans Receivable		-

**TOTAL ASSETS**

\$ 17,970

**LIABILITIES AND FUND BALANCE**

**LIABILITIES:**

Accounts payable	\$	-
Cash Overdraft		17,970
Due to State		-
Due to other funds		-
Accrued payroll and related		-
Accrued sick & vacation leave		-
Deferred revenue		-

**TOTAL LIABILITIES**

17,970

**FUND BALANCE:**

Reserved for:		-
Capital Outlay		-
Other		-
Unreserved		-

**TOTAL FUND BALANCE**

-

**TOTAL LIABILITIES AND FUND BALANCE**

\$ 17,970

**COUNTY OF MARQUETTE, MICHIGAN**

**P.A. 511 FUND**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL**

For the Fiscal Year Ended December 31, 2004

		2004		
		Final Amended Budget	Actual	Variance
<b>REVENUES:</b>				
State sources		73,000	69,724	(3,276)
Interest earned		-	-	-
Other		-	1,913	1,913
<b>TOTAL REVENUES</b>	<b>\$</b>	<b>73,000</b>	<b>\$ 71,637</b>	<b>\$ (1,363)</b>
<b>EXPENDITURES:</b>				
Law Enforcement:				
Personnel		46,400	43,097	3,303
Supplies		4,300	6,495	(2,195)
Other services and charges		22,300	22,045	255
Capital Outlay		-	-	-
<b>TOTAL EXPENDITURES</b>		<b>73,000</b>	<b>71,637</b>	<b>1,363</b>
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>		<b>-</b>	<b>-</b>	<b>-</b>
<b>OTHER FINANCING SOURCES(USES):</b>				
Operating transfer in		-	-	-
Operating transfer (out)		-	-	-
<b>TOTAL OTHER FINANCING SOURCES(USES)</b>		<b>-</b>	<b>-</b>	<b>-</b>
<b>CHANGES IN FUND BALANCE</b>		<b>-</b>	<b>-</b>	<b>-</b>
Fund balance, beginning of year		-	-	-
<b>FUND BALANCE, END OF YEAR</b>	<b>\$</b>	<b>-</b>	<b>\$ -</b>	<b>\$ -</b>

COUNTY OF MARQUETTE, MICHIGAN

CHILD CARE SODA GRANT FUND

BALANCE SHEET

December 31, 2004

ASSETS

Cash and investments  
Receivables  
Due from State  
Due from other funds  
Loans Receivable

\$ 2,751  
-  
-  
-  
-  
2,751  
\$ 2,751

TOTAL ASSETS

LIABILITIES AND FUND BALANCE

LIABILITIES:

Accounts payable  
Cash Overdraft  
Due to State  
Due to other funds  
Accrued payroll and related  
Accrued sick & vacation leave  
Deferred revenue

\$ -  
-  
-  
-  
-  
-  
-  
-  
-

TOTAL LIABILITIES

FUND BALANCE:

Reserved for:  
Capital Outlay  
Other  
Unreserved

-  
-  
2,751  
2,751

TOTAL FUND BALANCE

TOTAL LIABILITIES AND FUND BALANCE

\$ 2,751

**COUNTY OF MARQUETTE, MICHIGAN**

**CHILD CARE SODA GRANT FUND**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL**

For the Fiscal Year Ended December 31, 2004

		2004		
		Final Amended Budget	Actual	Variance
<b>REVENUES:</b>				
State sources		27,707	4,745	(22,962)
Interest earned		-	-	-
Other		40,382	3,889	(36,493)
<b>TOTAL REVENUES</b>	\$	\$ 68,089	\$ 8,634	\$ (59,455)
<b>EXPENDITURES:</b>				
Courts:				
Personnel		67,789	7,490	60,299
Supplies		-	-	-
Other services and charges		300	24	276
Capital Outlay		-	-	-
<b>TOTAL EXPENDITURES</b>		68,089	7,514	60,575
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>		-	1,120	1,120
<b>OTHER FINANCING SOURCES(USES):</b>				
Operating transfer in		-	-	-
Operating transfer (out)		-	-	-
<b>TOTAL OTHER FINANCING SOURCES(USES)</b>		-	-	-
<b>CHANGES IN FUND BALANCE</b>		-	1,120	1,120
Fund balance, beginning of year		-	1,631	1,631
<b>FUND BALANCE, END OF YEAR</b>	\$	\$ -	\$ 2,751	\$ 2,751

COUNTY OF MARQUETTE, MICHIGAN

BUILDING AUTHORITY FUND

BALANCE SHEET

December 31, 2004

**ASSETS**

Cash and investments	\$	344,215
Receivables		-
Due from State		-
Due from other funds		-
Loans Receivable		-

**TOTAL ASSETS**

\$ 344,215

**LIABILITIES AND FUND BALANCE**

**LIABILITIES:**

Accounts payable	\$	9,036
Cash Overdraft		-
Due to State		-
Due to other funds		-
Accrued payroll and related		-
Accrued sick & vacation leave		-
Deferred revenue		-

**TOTAL LIABILITIES**

9,036

**FUND BALANCE:**

Reserved for:		
Capital Outlay		-
Other		-
Unreserved		335,179

**TOTAL FUND BALANCE**

335,179

**TOTAL LIABILITIES AND FUND BALANCE**

\$ 344,215

**COUNTY OF MARQUETTE, MICHIGAN**

**BUILDING AUTHORITY FUND**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL**

For the Fiscal Year Ended December 31, 2004

		2004		
		Final Amended Budget	Actual	Variance
<b>REVENUES:</b>				
Charges for services		422,082	274,707	(147,375)
Interest earned		-	2,132	2,132
Other		-	1,998,952	1,998,952
<b>TOTAL REVENUES</b>	<b>\$</b>	<b>422,082</b>	<b>\$ 2,275,791</b>	<b>\$ 1,853,709</b>
<b>EXPENDITURES:</b>				
Community Development:				
Personnel		108,975	73,736	35,239
Supplies		6,250	4,087	2,163
Other services and charges		76,005	64,207	11,798
Capital Outlay		2,315	2,132	183
<b>TOTAL EXPENDITURES</b>		<b>193,545</b>	<b>144,162</b>	<b>49,383</b>
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>		<b>228,537</b>	<b>2,131,629</b>	<b>1,903,092</b>
<b>OTHER FINANCING SOURCES(USES):</b>				
Operating transfer in		-	-	-
Operating transfer (out)		(266,500)	(1,859,663)	(1,593,163)
<b>TOTAL OTHER FINANCING SOURCES(USES)</b>		<b>(266,500)</b>	<b>(1,859,663)</b>	<b>(1,593,163)</b>
<b>CHANGES IN FUND BALANCE</b>		<b>(37,963)</b>	<b>271,966</b>	<b>309,929</b>
Fund balance, beginning of year		85,988	63,213	(22,775)
<b>FUND BALANCE, END OF YEAR</b>	<b>\$</b>	<b>48,025</b>	<b>\$ 335,179</b>	<b>\$ 287,154</b>

COUNTY OF MARQUETTE, MICHIGAN

SHERIFF MCTV GRANT FUND

BALANCE SHEET

December 31, 2004

**ASSETS**

Cash and investments	\$	157
Receivables		13,582
Due from State		6,287
Due from other funds		-
Loans Receivable		-

**TOTAL ASSETS**

\$ 20,026

**LIABILITIES AND FUND BALANCE**

**LIABILITIES:**

Accounts payable	\$	3,067
Cash Overdraft		-
Due to State		-
Due to other funds		7,449
Accrued payroll and related		-
Accrued sick & vacation leave		1,286
Deferred revenue		-

**TOTAL LIABILITIES**

11,802

**FUND BALANCE:**

Reserved for:		
Capital Outlay		-
Other		-
Unreserved		8,224

**TOTAL FUND BALANCE**

8,224

**TOTAL LIABILITIES AND FUND BALANCE**

\$ 20,026

**COUNTY OF MARQUETTE, MICHIGAN**

**SHERIFF MCTV GRANT FUND**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL**

For the Fiscal Year Ended December 31, 2004

		2004		
		Final Amended Budget	Actual	Variance
<b>REVENUES:</b>				
State Sources		45,142	10,048	(35,094)
Interest earned		-	-	-
Other		67,490	68,806	1,316
<b>TOTAL REVENUES</b>	\$	\$ 112,632	\$ 78,854	\$ (33,778)
<b>EXPENDITURES:</b>				
Law Enforcement:				
Personnel		104,537	66,628	37,909
Supplies		5,550	5,592	(42)
Other services and charges		5,996	9,258	(3,262)
Capital Outlay		-	-	-
<b>TOTAL EXPENDITURES</b>		116,083	81,478	34,605
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>		(3,451)	(2,624)	827
<b>OTHER FINANCING SOURCES(USES):</b>				
Operating transfer in		-	-	-
Operating transfer (out)		-	-	-
<b>TOTAL OTHER FINANCING SOURCES(USES)</b>		-	-	-
<b>CHANGES IN FUND BALANCE</b>		(3,451)	(2,624)	827
Fund balance, beginning of year		22,422	10,848	(11,574)
<b>FUND BALANCE, END OF YEAR</b>	\$	\$ 18,971	\$ 8,224	\$ (10,747)



COUNTY OF MARQUETTE, MICHIGAN

REVENUE SHARING RESERVE FUND

BALANCE SHEET

December 31, 2004

**ASSETS**

Cash and investments	\$	-
Receivables		2,514,991
Due from State		-
Due from other funds		-
Loans Receivable		-

**TOTAL ASSETS**

\$ 2,514,991

**LIABILITIES AND FUND BALANCE**

**LIABILITIES:**

Accounts payable	\$	-
Cash Overdraft		-
Due to State		-
Due to other funds		616,005
Accrued payroll and related		-
Accrued sick & vacation leave		-
Deferred revenue		-

**TOTAL LIABILITIES**

616,005

**FUND BALANCE:**

Reserved for:		
Capital Outlay		-
Other		-
Unreserved		1,898,986

**TOTAL FUND BALANCE**

1,898,986

**TOTAL LIABILITIES AND FUND BALANCE**

\$ 2,514,991

**COUNTY OF MARQUETTE, MICHIGAN**

**REVENUE SHARING RESERVE FUND**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL**

For the Fiscal Year Ended December 31, 2004

		2004		
		Final Amended Budget	Actual	Variance
<b>REVENUES:</b>				
Taxes and Penalties	-	2,514,991	2,514,991	
Interest earned	-	-	-	
Other	-	-	-	
<b>TOTAL REVENUES</b>	<b>\$ -</b>	<b>\$ 2,514,991</b>	<b>\$ 2,514,991</b>	
<b>EXPENDITURES:</b>				
Community Maintenance and Development:				
Personnel	-	-	-	
Supplies	-	-	-	
Other services and charges	-	-	-	
Capital Outlay	-	-	-	
<b>TOTAL EXPENDITURES</b>	<b>-</b>	<b>-</b>	<b>-</b>	
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>	<b>-</b>	<b>2,514,991</b>	<b>2,514,991</b>	
<b>OTHER FINANCING SOURCES(USES):</b>				
Operating transfer in	-	-	-	
Operating transfer (out)	-	(616,005)	(616,005)	
<b>TOTAL OTHER FINANCING SOURCES(USES)</b>	<b>-</b>	<b>(616,005)</b>	<b>(616,005)</b>	
<b>CHANGES IN FUND BALANCE</b>	<b>-</b>	<b>1,898,986</b>	<b>1,898,986</b>	
Fund balance, beginning of year	-	-	-	
<b>FUND BALANCE, END OF YEAR</b>	<b>\$ -</b>	<b>\$ 1,898,986</b>	<b>\$ 1,898,986</b>	

COUNTY OF MARQUETTE, MICHIGAN

FIA CHILD CARE FUND

BALANCE SHEET

December 31, 2004

**ASSETS**

Cash and investments	\$	74,645
Receivables		-
Due from State		17,679
Due from other funds		-
Loans Receivable		-

<b>TOTAL ASSETS</b>	<b>\$</b>	<b><u>92,324</u></b>
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**LIABILITIES AND FUND BALANCE**

**LIABILITIES:**

Accounts payable	\$	-
Cash Overdraft		-
Due to State		-
Due to other funds		35,098
Accrued payroll and related		-
Accrued sick & vacation leave		-
Deferred revenue		-

<b>TOTAL LIABILITIES</b>		<b><u>35,098</u></b>
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**FUND BALANCE:**

Reserved for:		
Capital Outlay		-
Other		-
Unreserved		57,226

<b>TOTAL FUND BALANCE</b>		<b><u>57,226</u></b>
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<b>TOTAL LIABILITIES AND FUND BALANCE</b>	<b>\$</b>	<b><u>92,324</u></b>
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**COUNTY OF MARQUETTE, MICHIGAN**

**FIA CHILD CARE FUND**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL**

For the Fiscal Year Ended December 31, 2004

		2004		
		Final Amended Budget	Actual	Variance
<b>REVENUES:</b>				
State Sources		115,000	60,486	(54,514)
Charges for services		-	127	127
Other		-	-	-
<b>TOTAL REVENUES</b>	\$	\$ 115,000	\$ 60,613	\$ (54,387)
<b>EXPENDITURES:</b>				
Human Services:				
Personnel		-	-	-
Supplies		-	-	-
Other services and charges		230,000	121,513	108,487
Capital Outlay		-	-	-
<b>TOTAL EXPENDITURES</b>		230,000	121,513	108,487
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>		(115,000)	(60,900)	54,100
<b>OTHER FINANCING SOURCES(USES):</b>				
Operating transfer in		115,000	86,250	(28,750)
Operating transfer (out)		-	-	-
<b>TOTAL OTHER FINANCING SOURCES(USES)</b>		115,000	86,250	(28,750)
<b>CHANGES IN FUND BALANCE</b>		-	25,350	25,350
Fund balance, beginning of year		108	31,876	31,768
<b>FUND BALANCE, END OF YEAR</b>	\$	\$ 108	\$ 57,226	\$ 57,118

**COUNTY OF MARQUETTE, MICHIGAN**  
**FAMILY INDEPENDENCE AGENCY FUND**

**BALANCE SHEET**

December 31, 2004

**ASSETS**

Cash and investments	\$ 50,017
Receivables	-
Due from State	14,033
Due from other funds	-
Loans Receivable	-

<b>TOTAL ASSETS</b>	<b>\$ 64,050</b>
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**LIABILITIES AND FUND BALANCE**

**LIABILITIES:**

Accounts payable	\$ -
Cash Overdraft	-
Due to State	48,000
Due to other funds	1,743
Accrued payroll and related	-
Accrued sick & vacation leave	-
Deferred revenue	-

<b>TOTAL LIABILITIES</b>	<b>49,743</b>
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**FUND BALANCE:**

Reserved for:	
Capital Outlay	-
Other	-
Unreserved	14,307

<b>TOTAL FUND BALANCE</b>	<b>14,307</b>
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<b>TOTAL LIABILITIES AND FUND BALANCE</b>	<b>\$ 64,050</b>
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**COUNTY OF MARQUETTE, MICHIGAN**

**FAMILY INDEPENDENCE AGENCY FUND**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL**

For the Fiscal Year Ended December 31, 2004

	2004		
	Final Amended Budget	Actual	Variance
<b>REVENUES:</b>			
State Sources	208,204	160,607	(47,597)
Charges for services	-	-	-
Other	-	5,000	5,000
<b>TOTAL REVENUES</b>	\$ 208,204	\$ 165,607	\$ (42,597)
<b>EXPENDITURES:</b>			
Human Services:			
Personnel	-	-	-
Supplies	-	-	-
Other services and charges	213,204	203,292	9,912
Capital Outlay	-	-	-
<b>TOTAL EXPENDITURES</b>	213,204	203,292	9,912
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>	(5,000)	(37,685)	(32,685)
<b>OTHER FINANCING SOURCES(USES):</b>			
Operating transfer in	5,000	5,000	-
Operating transfer (out)	-	-	-
<b>TOTAL OTHER FINANCING SOURCES(USES)</b>	5,000	5,000	-
<b>CHANGES IN FUND BALANCE</b>	-	(32,685)	(32,685)
Fund balance, beginning of year	42,489	46,992	4,503
<b>FUND BALANCE, END OF YEAR</b>	\$ 42,489	\$ 14,307	\$ (28,182)

COUNTY OF MARQUETTE, MICHIGAN

PROBATE CHILD CARE FUND

BALANCE SHEET

December 31, 2004

**ASSETS**

Cash and investments	\$	-
Receivables		54,583
Due from State		115,958
Due from other funds		-
Loans Receivable		-

**TOTAL ASSETS**

\$ 170,541

**LIABILITIES AND FUND BALANCE**

**LIABILITIES:**

Accounts payable	\$	8,058
Cash Overdraft		52,054
Due to State		-
Due to other funds		-
Accrued payroll and related		-
Accrued sick & vacation leave		4,530
Deferred revenue		-

**TOTAL LIABILITIES**

64,642

**FUND BALANCE:**

Reserved for:		
Capital Outlay		-
Other		-
Unreserved		105,899

**TOTAL FUND BALANCE**

105,899

**TOTAL LIABILITIES AND FUND BALANCE**

\$ 170,541

**COUNTY OF MARQUETTE, MICHIGAN**

**PROBATE CHILD CARE FUND**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL**

For the Fiscal Year Ended December 31, 2004

		2004		
		Final Amended Budget	Actual	Variance
<b>REVENUES:</b>				
State Sources		803,973	645,250	(158,723)
Charges for services		61,500	33,872	(27,628)
Other		-	-	-
<b>TOTAL REVENUES</b>	<b>\$</b>	<b>865,473</b>	<b>\$ 679,122</b>	<b>\$ (186,351)</b>
<b>EXPENDITURES:</b>				
Courts:				
Personnel		976,332	929,564	46,768
Supplies		8,370	6,914	1,456
Other services and charges		820,442	688,967	131,475
Capital Outlay		4,300	-	4,300
<b>TOTAL EXPENDITURES</b>		<b>1,809,444</b>	<b>1,625,445</b>	<b>183,999</b>
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>		<b>(943,971)</b>	<b>(946,323)</b>	<b>(2,352)</b>
<b>OTHER FINANCING SOURCES(USES):</b>				
Operating transfer in		943,971	943,971	-
Operating transfer (out)		-	-	-
<b>TOTAL OTHER FINANCING SOURCES(USES)</b>		<b>943,971</b>	<b>943,971</b>	<b>-</b>
<b>CHANGES IN FUND BALANCE</b>		<b>-</b>	<b>(2,352)</b>	<b>(2,352)</b>
Fund balance, beginning of year		10,491	108,251	97,760
<b>FUND BALANCE, END OF YEAR</b>	<b>\$</b>	<b>10,491</b>	<b>\$ 105,899</b>	<b>\$ 95,408</b>



COUNTY OF MARQUETTE, MICHIGAN

CENTRAL DISPATCH FUND

BALANCE SHEET

December 31, 2004

**ASSETS**

Cash and investments	\$	818,686
Receivables		602,113
Due from State		32,577
Due from other funds		-
Loans Receivable		-

**TOTAL ASSETS**

\$ 1,453,376

**LIABILITIES AND FUND BALANCE**

**LIABILITIES:**

Accounts payable	\$	7,700
Cash Overdraft		-
Due to State		-
Due to other funds		-
Accrued payroll and related		32,055
Accrued sick & vacation leave		2,054
Deferred revenue		674,577

**TOTAL LIABILITIES**

716,386

**FUND BALANCE:**

Reserved for:		
Capital Outlay		-
Other		5,207
Unreserved		731,783

**TOTAL FUND BALANCE**

736,990

**TOTAL LIABILITIES AND FUND BALANCE**

\$ 1,453,376

**COUNTY OF MARQUETTE, MICHIGAN**

**CENTRAL DISPATCH FUND**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL**

For the Fiscal Year Ended December 31, 2004

		2004		
		Final Amended Budget	Actual	Variance
<b>REVENUES:</b>				
Taxes and Penalties		630,280	643,241	12,961
Federal Sources		-	-	-
State Sources		115,000	343,634	228,634
Interest		2,000	15,601	13,601
<b>TOTAL REVENUES</b>	\$	\$ 747,280	\$ 1,002,476	\$ 255,196
<b>EXPENDITURES:</b>				
Law Enforcement:				
Personnel		576,885	560,967	15,918
Supplies		5,900	1,857	4,043
Other services and charges		208,303	165,345	42,958
Capital Outlay		130,000	16,596	113,404
<b>TOTAL EXPENDITURES</b>		921,088	744,765	176,323
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>		(173,808)	257,711	431,519
<b>OTHER FINANCING SOURCES(USES):</b>				
Operating transfer in		-	-	-
Operating transfer (out)		-	-	-
<b>TOTAL OTHER FINANCING SOURCES(USES)</b>		-	-	-
<b>CHANGES IN FUND BALANCE</b>		(173,808)	257,711	431,519
Fund balance, beginning of year		211,799	479,279	267,480
<b>FUND BALANCE, END OF YEAR</b>	\$	\$ 37,991	\$ 736,990	\$ 698,999

COUNTY OF MARQUETTE, MICHIGAN

SOLDIERS & SAILORS RELIEF FUND

BALANCE SHEET

December 31, 2004

**ASSETS**

Cash and investments	\$	3,274
Receivables		-
Due from State		-
Due from other funds		-
Loans Receivable		-

**TOTAL ASSETS**

\$ 3,274

**LIABILITIES AND FUND BALANCE**

**LIABILITIES:**

Accounts payable	\$	-
Cash Overdraft		-
Due to State		-
Due to other funds		-
Accrued payroll and related		-
Accrued sick & vacation leave		-
Deferred revenue		-

**TOTAL LIABILITIES**

-

**FUND BALANCE:**

Reserved for:		
Capital Outlay		-
Other		-
Unreserved		3,274

**TOTAL FUND BALANCE**

3,274

**TOTAL LIABILITIES AND FUND BALANCE**

\$ 3,274

**COUNTY OF MARQUETTE, MICHIGAN**

**SOLDIERS & SAILORS RELIEF FUND**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL**

For the Fiscal Year Ended December 31, 2004

		2004		
		Final Amended Budget	Actual	Variance
<b>REVENUES:</b>				
Taxes and Penalties		-	-	-
Federal Sources		-	-	-
State Sources		-	-	-
Interest		-	-	-
<b>TOTAL REVENUES</b>	<b>\$</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
<b>EXPENDITURES:</b>				
Human Services:				
Personnel		-	-	-
Supplies		-	-	-
Other services and charges		7,500	6,399	1,101
Capital Outlay		-	-	-
<b>TOTAL EXPENDITURES</b>		<b>7,500</b>	<b>6,399</b>	<b>1,101</b>
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>		<b>(7,500)</b>	<b>(6,399)</b>	<b>1,101</b>
<b>OTHER FINANCING SOURCES(USES):</b>				
Operating transfer in		7,500	7,500	-
Operating transfer (out)		-	-	-
<b>TOTAL OTHER FINANCING SOURCES(USES)</b>		<b>7,500</b>	<b>7,500</b>	<b>-</b>
<b>CHANGES IN FUND BALANCE</b>		<b>-</b>	<b>1,101</b>	<b>1,101</b>
Fund balance, beginning of year		1,526	2,173	647
<b>FUND BALANCE, END OF YEAR</b>	<b>\$</b>	<b>\$ 1,526</b>	<b>\$ 3,274</b>	<b>\$ 1,748</b>

COUNTY OF MARQUETTE, MICHIGAN

VETERANS TRUST FUND

BALANCE SHEET

December 31, 2004

**ASSETS**

Cash and investments	\$	320
Receivables		-
Due from State		-
Due from other funds		-
Loans Receivable		-

**TOTAL ASSETS**

\$ 320

**LIABILITIES AND FUND BALANCE**

**LIABILITIES:**

Accounts payable	\$	-
Cash Overdraft		-
Due to State		-
Due to other funds		-
Accrued payroll and related		-
Accrued sick & vacation leave		-
Deferred revenue		-

**TOTAL LIABILITIES**

-

**FUND BALANCE:**

Reserved for:		
Capital Outlay		-
Other		-
Unreserved		320

**TOTAL FUND BALANCE**

320

**TOTAL LIABILITIES AND FUND BALANCE**

\$ 320

**COUNTY OF MARQUETTE, MICHIGAN**

**VETERANS TRUST FUND**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL**

For the Fiscal Year Ended December 31, 2004

		2004		
		Final Amended Budget	Actual	Variance
<b>REVENUES:</b>				
Taxes and Penalties		-	-	-
Federal Sources		-	-	-
State Sources		35,000	12,467	(22,533)
Interest		-	-	-
<b>TOTAL REVENUES</b>	<b>\$</b>	<b>35,000</b>	<b>\$ 12,467</b>	<b>\$ (22,533)</b>
<b>EXPENDITURES:</b>				
Human Services:				
Personnel		2,500	2,500	-
Supplies		500	55	445
Other services and charges		32,000	10,253	21,747
Capital Outlay		-	-	-
<b>TOTAL EXPENDITURES</b>		<b>35,000</b>	<b>12,808</b>	<b>22,192</b>
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>		<b>-</b>	<b>(341)</b>	<b>(341)</b>
<b>OTHER FINANCING SOURCES(USES):</b>				
Operating transfer in		-	-	-
Operating transfer (out)		-	-	-
<b>TOTAL OTHER FINANCING SOURCES(USES)</b>		<b>-</b>	<b>-</b>	<b>-</b>
<b>CHANGES IN FUND BALANCE</b>		<b>-</b>	<b>(341)</b>	<b>(341)</b>
Fund balance, beginning of year		201	661	460
<b>FUND BALANCE, END OF YEAR</b>	<b>\$</b>	<b>201</b>	<b>\$ 320</b>	<b>\$ 119</b>

COUNTY OF MARQUETTE, MICHIGAN

COMMISSION ON AGING FUND

BALANCE SHEET

December 31, 2004

**ASSETS**

Cash and investments	\$	283,788
Receivables		561,612
Due from State		-
Due from other funds		-
Loans Receivable		-

**TOTAL ASSETS**

\$ 845,400

**LIABILITIES AND FUND BALANCE**

**LIABILITIES:**

Accounts payable	\$	46,913
Due to State		-
Due to other funds		-
Accrued payroll and related		10,918
Accrued sick & vacation leave		2,485
Other current liabilities		52,820
Deferred revenue		607,184

**TOTAL LIABILITIES**

720,320

**FUND BALANCE:**

Reserved for:		
Capital Outlay		-
Other		32,978
Unreserved		92,102

**TOTAL FUND BALANCE**

125,080

**TOTAL LIABILITIES AND FUND BALANCE**

\$ 845,400

**COUNTY OF MARQUETTE, MICHIGAN**

**COMMISSION ON AGING FUND**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL**

For the Fiscal Year Ended December 31, 2004

	2004		
	Final Amended Budget	Actual	Variance
<b>REVENUES:</b>			
Taxes and Penalties	570,600	578,982	8,382
Federal Sources	94,015	92,879	(1,136)
State Sources	208,932	211,089	2,157
Interest	20,000	6,332	(13,668)
Other	78,936	85,317	6,381
<b>TOTAL REVENUES \$</b>	<b>972,483</b>	<b>\$ 974,599</b>	<b>\$ 2,116</b>
<b>EXPENDITURES:</b>			
Human Services:			
Personnel	270,958	271,304	(346)
Supplies	16,077	11,987	4,090
Other services and charges	763,089	752,540	10,549
Capital Outlay	-	-	-
<b>TOTAL EXPENDITURES</b>	<b>1,050,124</b>	<b>1,035,831</b>	<b>14,293</b>
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>	<b>(77,641)</b>	<b>(61,232)</b>	<b>16,409</b>
<b>OTHER FINANCING SOURCES(USES):</b>			
Operating transfer in	-	-	-
Operating transfer (out)	-	-	-
<b>TOTAL OTHER FINANCING SOURCES(USES)</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>CHANGES IN FUND BALANCE</b>	<b>(77,641)</b>	<b>(61,232)</b>	<b>16,409</b>
Fund balance, beginning of year	218,983	186,312	(32,671)
<b>FUND BALANCE, END OF YEAR \$</b>	<b>141,342</b>	<b>\$ 125,080</b>	<b>\$ (16,262)</b>



COUNTY OF MARQUETTE, MICHIGAN

BUDGET STABILIZATION FUND

BALANCE SHEET

December 31, 2004

**ASSETS**

Cash and investments	\$	171,110
Receivables		-
Due from State		-
Due from other funds		-
Loans Receivable		-

**TOTAL ASSETS**

\$ 171,110

**LIABILITIES AND FUND BALANCE**

**LIABILITIES:**

Accounts payable	\$	-
Cash Overdraft		-
Due to State		-
Due to other funds		-
Accrued payroll and related		-
Accrued sick & vacation leave		-
Deferred revenue		-

**TOTAL LIABILITIES**

-

**FUND BALANCE:**

Reserved for:		
Capital Outlay		-
Other		-
Unreserved		171,110

**TOTAL FUND BALANCE**

171,110

**TOTAL LIABILITIES AND FUND BALANCE**

\$ 171,110

**COUNTY OF MARQUETTE, MICHIGAN**

**BUDGET STABILIZATION FUND**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL**

For the Fiscal Year Ended December 31, 2004

		2004		
		Final Amended Budget	Actual	Variance
<b>REVENUES:</b>				
Taxes and Penalties		-	-	-
Federal Sources		-	-	-
State Sources		-	-	-
Interest		-	-	-
Other		-	-	-
<b>TOTAL REVENUES</b>	\$	\$ -	\$ -	\$ -
<b>EXPENDITURES:</b>				
Management:				
Personnel		-	-	-
Supplies		-	-	-
Other services and charges		-	-	-
Capital Outlay		-	-	-
<b>TOTAL EXPENDITURES</b>		-	-	-
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>		-	-	-
<b>OTHER FINANCING SOURCES(USES):</b>				
Operating transfer in		-	-	-
Operating transfer (out)		-	-	-
<b>TOTAL OTHER FINANCING SOURCES(USES)</b>		-	-	-
<b>CHANGES IN FUND BALANCE</b>		-	-	-
Fund balance, beginning of year		171,110	171,110	-
<b>FUND BALANCE, END OF YEAR</b>	\$	\$ 171,110	\$ 171,110	\$ -

**COUNTY OF MARQUETTE, MICHIGAN**  
**HOMESTEAD PROPERTY ADMINISTRATION FUND**

**BALANCE SHEET**

December 31, 2004

**ASSETS**

Cash and investments	\$ 8,444
Receivables	-
Due from State	-
Due from other funds	-
Loans Receivable	-

<b>TOTAL ASSETS</b>	<b>\$ 8,444</b>
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**LIABILITIES AND FUND BALANCE**

**LIABILITIES:**

Accounts payable	\$ -
Cash Overdraft	-
Due to State	-
Due to other funds	-
Accrued payroll and related	-
Accrued sick & vacation leave	-
Deferred revenue	-

<b>TOTAL LIABILITIES</b>	<b>-</b>
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**FUND BALANCE:**

Reserved for:	
Capital Outlay	-
Other	-
Unreserved	8,444

<b>TOTAL FUND BALANCE</b>	<b>8,444</b>
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<b>TOTAL LIABILITIES AND FUND BALANCE</b>	<b>\$ 8,444</b>
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**COUNTY OF MARQUETTE, MICHIGAN**

**HOMESTEAD PROPERTY ADMINISTRATION FUND**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL**

For the Fiscal Year Ended December 31, 2004

		2004		
		Final Amended Budget	Actual	Variance
<b>REVENUES:</b>				
Taxes and Penalties		-	-	-
Federal Sources		-	-	-
State Sources		-	-	-
Interest		-	5,974	5,974
Other		-	2,083	2,083
<b>TOTAL REVENUES</b>	<b>\$</b>	<b>-</b>	<b>\$ 8,057</b>	<b>\$ 8,057</b>
<b>EXPENDITURES:</b>				
Public Records:				
Personnel		-	-	-
Supplies		-	25	(25)
Other services and charges		-	-	-
Capital Outlay		-	-	-
<b>TOTAL EXPENDITURES</b>		<b>-</b>	<b>25</b>	<b>(25)</b>
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>		<b>-</b>	<b>8,032</b>	<b>8,032</b>
<b>OTHER FINANCING SOURCES(USES):</b>				
Operating transfer in		-	-	-
Operating transfer (out)		-	-	-
<b>TOTAL OTHER FINANCING SOURCES(USES)</b>		<b>-</b>	<b>-</b>	<b>-</b>
<b>CHANGES IN FUND BALANCE</b>		<b>-</b>	<b>8,032</b>	<b>8,032</b>
Fund balance, beginning of year		-	412	412
<b>FUND BALANCE, END OF YEAR</b>	<b>\$</b>	<b>-</b>	<b>\$ 8,444</b>	<b>\$ 8,444</b>

COUNTY OF MARQUETTE, MICHIGAN

FIA BARAGA ACCOUNT FUND

BALANCE SHEET

December 31, 2004

ASSETS

Cash and investments	\$	2,622
Receivables		-
Due from State		-
Due from other funds		-
Loans Receivable		-

TOTAL ASSETS

\$	<u>2,622</u>
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LIABILITIES AND FUND BALANCE

LIABILITIES:

Accounts payable	\$	-
Cash Overdraft		-
Due to State		-
Due to other funds		-
Accrued payroll and related		-
Accrued sick & vacation leave		-
Deferred revenue		-

TOTAL LIABILITIES

	<u>-</u>
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FUND BALANCE:

Reserved for:		
Capital Outlay		-
Other		-
Unreserved		2,622

TOTAL FUND BALANCE

	<u>2,622</u>
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TOTAL LIABILITIES AND FUND BALANCE

\$	<u>2,622</u>
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**COUNTY OF MARQUETTE, MICHIGAN**

**FIA BARAGA ACCOUNT FUND**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL**

For the Fiscal Year Ended December 31, 2004

		2004		
		Final Amended Budget	Actual	Variance
<b>REVENUES:</b>				
Taxes and Penalties		-	-	-
Federal Sources		-	-	-
State Sources		3,500	1,842	(1,658)
Interest		-	-	-
Other		-	-	-
<b>TOTAL REVENUES</b>	<b>\$</b>	<u>3,500</u>	<u>\$ 1,842</u>	<u>\$ (1,658)</u>
<b>EXPENDITURES:</b>				
Human Services:				
Personnel		-	-	-
Supplies		-	-	-
Other services and charges		3,500	1,749	1,751
Capital Outlay		-	-	-
<b>TOTAL EXPENDITURES</b>		<u>3,500</u>	<u>1,749</u>	<u>1,751</u>
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>		<u>-</u>	<u>93</u>	<u>93</u>
<b>OTHER FINANCING SOURCES(USES):</b>				
Operating transfer in		-	-	-
Operating transfer (out)		-	-	-
<b>TOTAL OTHER FINANCING SOURCES(USES)</b>		<u>-</u>	<u>-</u>	<u>-</u>
<b>CHANGES IN FUND BALANCE</b>		<u>-</u>	<u>93</u>	<u>93</u>
Fund balance, beginning of year		<u>-</u>	<u>2,529</u>	<u>2,529</u>
<b>FUND BALANCE, END OF YEAR</b>	<b>\$</b>	<u>-</u>	<u>\$ 2,622</u>	<u>\$ 2,622</u>

**COUNTY OF MARQUETTE, MICHIGAN**  
**REGISTER OF DEEDS AUTOMATION FUND**

**BALANCE SHEET**

December 31, 2004

**ASSETS**

Cash and investments	\$ 20,617
Receivables	-
Due from State	-
Due from other funds	-
Loans Receivable	-

**TOTAL ASSETS**

\$ 20,617

**LIABILITIES AND FUND BALANCE**

**LIABILITIES:**

Accounts payable	\$ -
Cash Overdraft	-
Due to State	-
Due to other funds	-
Accrued payroll and related	-
Accrued sick & vacation leave	-
Deferred revenue	-

**TOTAL LIABILITIES**

-

**FUND BALANCE:**

Reserved for:	
Capital Outlay	-
Other	-
Unreserved	20,617

**TOTAL FUND BALANCE**

20,617

**TOTAL LIABILITIES AND FUND BALANCE**

\$ 20,617

**COUNTY OF MARQUETTE, MICHIGAN**

**REGISTER OF DEEDS AUTOMATION FUND**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL**

For the Fiscal Year Ended December 31, 2004

		2004		
		Final Amended Budget	Actual	Variance
<b>REVENUES:</b>				
Taxes and Penalties		-	-	-
Federal Sources		-	-	-
State Sources		-	-	-
Interest		-	150	150
Other		82,591	82,925	334
<b>TOTAL REVENUES</b>	\$	\$ 82,591	\$ 83,075	\$ 484
<b>EXPENDITURES:</b>				
Management:				
Personnel		2,600	1,794	806
Supplies		-	-	-
Other services and charges		79,991	75,361	4,630
Capital Outlay		-	-	-
<b>TOTAL EXPENDITURES</b>		82,591	77,155	5,436
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>		-	5,920	5,920
<b>OTHER FINANCING SOURCES(USES):</b>				
Operating transfer in		-	-	-
Operating transfer (out)		-	-	-
<b>TOTAL OTHER FINANCING SOURCES(USES)</b>		-	-	-
<b>CHANGES IN FUND BALANCE</b>		-	5,920	5,920
Fund balance, beginning of year		-	14,697	14,697
<b>FUND BALANCE, END OF YEAR</b>	\$	\$ -	\$ 20,617	\$ 20,617



COUNTY OF MARQUETTE, MICHIGAN

AIRPORT STABILIZATION FUND

BALANCE SHEET

December 31, 2004

**ASSETS**

Cash and investments	\$	1,953,463
Receivables		-
Due from State		-
Due from other funds		-
Loans Receivable		-

**TOTAL ASSETS** \$ 1,953,463

**LIABILITIES AND FUND BALANCE**

**LIABILITIES:**

Accounts payable	\$	-
Cash Overdraft		-
Due to State		-
Due to other funds		-
Accrued payroll and related		-
Accrued sick & vacation leave		-
Deferred revenue		-

**TOTAL LIABILITIES** -

**FUND BALANCE:**

Reserved for:		
Capital Outlay		-
Other		-
Unreserved		<u>1,953,463</u>

**TOTAL FUND BALANCE** 1,953,463

**TOTAL LIABILITIES AND FUND BALANCE** \$ 1,953,463

**COUNTY OF MARQUETTE, MICHIGAN**

**AIRPORT STABILIZATION FUND**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL**

For the Fiscal Year Ended December 31, 2004

		2004		
		Final Amended Budget	Actual	Variance
<b>REVENUES:</b>				
Taxes and Penalties		-	-	-
Federal Sources		-	-	-
State Sources		-	-	-
Interest		10,000	12,014	2,014
Other		2,250,000	2,250,000	-
<b>TOTAL REVENUES</b>	<b>\$</b>	<u>2,260,000</u>	<u>\$ 2,262,014</u>	<u>\$ 2,014</u>
<b>EXPENDITURES:</b>				
Management:				
Personnel		-	-	-
Supplies		-	-	-
Other services and charges		-	-	-
Capital Outlay		309,000	308,551	449
<b>TOTAL EXPENDITURES</b>		<u>309,000</u>	<u>308,551</u>	<u>449</u>
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>		<u>1,951,000</u>	<u>1,953,463</u>	<u>2,463</u>
<b>OTHER FINANCING SOURCES(USES):</b>				
Operating transfer in		-	-	-
Operating transfer (out)		-	-	-
<b>TOTAL OTHER FINANCING SOURCES(USES)</b>		<u>-</u>	<u>-</u>	<u>-</u>
<b>CHANGES IN FUND BALANCE</b>		<u>1,951,000</u>	<u>1,953,463</u>	<u>2,463</u>
Fund balance, beginning of year		-	-	-
<b>FUND BALANCE, END OF YEAR</b>	<b>\$</b>	<u>1,951,000</u>	<u>\$ 1,953,463</u>	<u>\$ 2,463</u>

COUNTY OF MARQUETTE, MICHIGAN  
NONMAJOR CAPITAL PROJECTS FUNDS

COMBINING BALANCE SHEET

December 31, 2004

	P.I.C.O. C.D.B.G. Fund	Sawyer E.D.A. III Fund	Sawyer E.D.A. IV Fund	Total
<b>ASSETS</b>				
Cash and investments	\$ -	\$ -	\$ 134,155	\$ 134,155
Due from Federal Government	-	-	138,856	138,856
<b>TOTAL ASSETS</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 273,011</b>	<b>\$ 273,011</b>
 <b>LIABILITIES AND FUND BALANCE</b>				
<b>LIABILITIES:</b>				
Accounts payable	\$ -	\$ -	\$ 187,833	\$ 187,833
Cash overdraft	-	-	-	-
Other current liabilities	-	-	-	-
<b>TOTAL LIABILITIES</b>	<b>-</b>	<b>-</b>	<b>187,833</b>	<b>187,833</b>
 <b>FUND BALANCE</b>				
Unreserved	-	-	85,178	85,178
<b>TOTAL FUND BALANCE</b>	<b>-</b>	<b>-</b>	<b>85,178</b>	<b>85,178</b>
<b>TOTAL LIABILITIES AND FUND BALANCE</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 273,011</b>	<b>\$ 273,011</b>

COUNTY OF MARQUETTE

NONMAJOR CAPITAL PROJECTS FUNDS

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

For the Fiscal Year Ended December 31, 2004

	P.I.C.O. C.D.B.G. FUND	SAWYER E.D.A. III FUND	BUILDING SAWYER E.D.A. IV FUND	TOTAL
REVENUES:				
Federal Sources	-	153,504	657,970	811,474
Other	-	-	-	-
TOTAL REVENUES	-	153,504	657,970	811,474
EXPENDITURES				
Construction Contracts	-	172,509	709,909	882,418
Other	-	-	-	-
TOTAL EXPENDITURES	-	172,509	709,909	882,418
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	-	(19,005)	(51,939)	(70,944)
OTHER FINANCING SOURCES(USES):				
Operating transfers in	-	3,835	-	3,835
Operating transfers out	(104)	-	-	(104)
TOTAL OTHER FINANCING SOURCES	(104)	3,835	-	3,731
CHANGES IN FUND BALANCE	(104)	(15,170)	(51,939)	(67,213)
Fund balance, beginning of year	104	15,170	137,117	152,391
FUND BALANCE, END OF YEAR	\$ -	\$ -	\$ 85,178	\$ 85,178

COUNTY OF MARQUETTE, MICHIGAN  
ALL INTERNAL SERVICE FUNDS  
COMBINING STATEMENT OF NET ASSETS  
December 31, 2004

	Service Center Fund	100% Tax Payment Funds	Insurance Fund	Copy & Computer Fund	Total
<b>ASSETS</b>					
Current Assets:					
Cash and investments	\$ 244,490	\$ 4,099,675	\$ 357,393	\$ 387,918	\$ 5,089,476
Accounts receivable	13,580	6,373	-	-	19,953
Accrued interest receivable	-	136,333	-	-	136,333
Delinquent tax receivable	-	1,022,231	-	-	1,022,231
Due from other units	-	15,698	-	-	15,698
Due from other funds	-	450,000	-	-	450,000
Capital assets, net	354,328	-	-	373,110	727,438
<b>TOTAL CURRENT ASSETS</b>	<b>612,398</b>	<b>5,730,310</b>	<b>357,393</b>	<b>761,028</b>	<b>7,461,129</b>
<b>TOTAL ASSETS</b>	<b>612,398</b>	<b>5,730,310</b>	<b>357,393</b>	<b>761,028</b>	<b>7,461,129</b>
<b>LIABILITIES</b>					
Current Liabilities:					
Accounts payable	\$ 200	\$ 2,271	\$ -	\$ 2,001	\$ 4,472
Due to other funds	-	-	-	-	-
<b>TOTAL CURRENT LIABILITIES</b>	<b>200</b>	<b>2,271</b>	<b>-</b>	<b>2,001</b>	<b>4,472</b>
<b>TOTAL LIABILITIES</b>	<b>200</b>	<b>2,271</b>	<b>-</b>	<b>2,001</b>	<b>4,472</b>
<b>NET ASSETS</b>					
Invested in capital assets net of related debt	354,328	-	-	373,110	727,438
Unrestricted	257,870	5,728,039	357,393	385,917	6,729,219
<b>TOTAL NET ASSETS</b>	<b>\$ 612,198</b>	<b>\$ 5,728,039</b>	<b>\$ 357,393</b>	<b>\$ 759,027</b>	<b>\$ 7,456,657</b>

COUNTY OF MARQUETTE, MICHIGAN

ALL INTERNAL SERVICE FUNDS

COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS

For the Fiscal Year ended December 31, 2004

	Service Center Fund	100% Tax Payment Funds	Insurance Fund	Copy & Computer Fund	Total
<b>OPERATING REVENUES:</b>					
Federal Grants	\$ -	\$ -	\$ -	\$ 111,063	\$ 111,063
Penalties and interest on taxes	-	451,109	-	-	451,109
Interest Earned	-	63,953	5,141	-	69,094
Charges for services	40,430	-	-	408,919	449,349
Other revenues	-	-	108,607	29,859	138,466
<b>TOTAL OPERATING REVENUES</b>	<b>40,430</b>	<b>515,062</b>	<b>113,748</b>	<b>549,841</b>	<b>1,219,081</b>
<b>OPERATING EXPENSES:</b>					
Other operating expenses	37,402	10,661	-	386,769	434,832
<b>TOTAL OPERATING EXPENSES</b>	<b>37,402</b>	<b>10,661</b>	<b>-</b>	<b>386,769</b>	<b>434,832</b>
<b>OPERATING INCOME (LOSS) BEFORE TRANSFERS</b>	<b>3,028</b>	<b>504,401</b>	<b>113,748</b>	<b>163,072</b>	<b>784,249</b>
Transfer in	-	2,848,869	-	-	2,848,869
Transfer out	(50,000)	(3,559,869)	-	-	(3,609,869)
<b>CHANGE IN NET ASSETS</b>	<b>(46,972)</b>	<b>(206,599)</b>	<b>113,748</b>	<b>163,072</b>	<b>23,249</b>
Net assets, beginning of year	659,170	5,934,638	243,645	595,955	7,433,408
<b>NET ASSETS, END OF YEAR</b>	<b>\$ 612,198</b>	<b>\$ 5,728,039</b>	<b>\$ 357,393</b>	<b>\$ 759,027</b>	<b>\$ 7,456,657</b>

COUNTY OF MARQUETTE  
ALL INTERNAL SERVICE FUNDS  
COMBINING STATEMENT OF CASH FLOWS  
For the Fiscal Year Ended December 31, 2004

	Service Center Fund	100% Tax Payment Funds	Insurance Fund	Copy & Computer Fund	TOTAL
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>					
Cash received from fees and charges for services	\$ 26,850	\$ -	\$ -	\$ 408,919	\$ 435,769
Cash received from delinquent taxes	-	606,760	-	-	606,760
Cash paid to employees and suppliers	-	-	-	(273,753)	(273,753)
Other operating revenues	-	72,518	113,748	29,859	216,125
Other operating expenses	(1,681)	(9,190)	-	-	(10,871)
Cash received from Federal grants	-	-	-	111,063	111,063
<b>NET CASH PROVIDED(USED)BY OPERATING ACTIVITIES</b>	<b>25,169</b>	<b>670,088</b>	<b>113,748</b>	<b>276,088</b>	<b>1,085,093</b>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:</b>					
Operating transfers in (out)	(50,000)	(711,000)	-	-	(761,000)
Increase (decrease) in due to other funds	-	-	-	-	-
<b>NET CASH PROVIDED(USED)BY NONCAPITAL FINANCING ACTIVITIES</b>	<b>(50,000)</b>	<b>(711,000)</b>	<b>-</b>	<b>-</b>	<b>(761,000)</b>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:</b>					
Cash grants from state and federal governments	-	-	-	-	-
Cash payments for capital assets	-	-	-	(95,418)	(95,418)
Principal payments on notes	-	-	-	-	-
<b>NET CASH PROVIDED(USED)BY CAPITAL AND RELATED FINANCING ACTIVITIES</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(95,418)</b>	<b>(95,418)</b>
<b>NET INCREASE(DECREASE)IN CASH AND CASH EQUIVALENTS</b>	<b>(24,831)</b>	<b>(40,912)</b>	<b>113,748</b>	<b>180,670</b>	<b>228,675</b>
Cash and cash equivalents, beginning of year	269,321	4,140,587	243,645	207,248	4,860,801
<b>CASH AND CASH EQUIVALENTS, END OF YEAR \$</b>	<b>244,490</b>	<b>4,099,675</b>	<b>357,393</b>	<b>387,918</b>	<b>5,089,476</b>
<b>RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED(USED)BY OPERATING ACTIVITIES:</b>					
Operating Income (Loss)	\$ 3,028	\$ 504,401	\$ 113,748	\$ 163,072	\$ 784,249
Adjustments to reconcile operating income to net cash provided by operating activities:					
Depreciation	35,722	-	-	113,117	148,839
Changes in assets & liabilities:					
(Increase) decrease in accounts receivable	(13,580)	(6,373)	-	-	(19,953)
(Increase) decrease in accrued interest receivable	-	28,314	-	-	28,314
(Increase) decrease in redemptions	-	-	-	-	-
(Increase) decrease in delinquent taxes receivable	-	127,335	-	-	127,335
Increase (decrease) in accounts payable	(1)	-	-	(101)	(102)
(Increase) decrease in due from other funds	-	-	-	-	-
(Increase) decrease in due from other units	-	14,938	-	-	14,938
Increase (decrease) in other current liabilities	-	1,473	-	-	1,473
Increase (decrease) in due to other funds	-	-	-	-	-
<b>NET ADJUSTMENTS</b>	<b>22,141</b>	<b>165,687</b>	<b>-</b>	<b>113,016</b>	<b>300,844</b>
<b>NET CASH PROVIDED(USED)BY OPERATING ACTIVITIES \$</b>	<b>25,169</b>	<b>670,088</b>	<b>113,748</b>	<b>276,088</b>	<b>1,085,093</b>

COUNTY OF MARQUETTE, MICHIGAN  
INTERNAL SERVICE FUND - SERVICE CENTER

BALANCE SHEET

December 31, 2004

ASSETS

Current Assets:

Cash	\$ 244,490
Accounts Receivable	13,580
Buildings and equipment, net	<u>354,328</u>

TOTAL CURRENT ASSETS	<u>612,398</u>
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TOTAL ASSETS	<u>612,398</u>
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LIABILITIES

Current Liabilities:

Accounts Payable	<u>200</u>
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TOTAL CURRENT LIABILITIES	<u>200</u>
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TOTAL LIABILITIES	<u>200</u>
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NET ASSETS

Invested in capital assets net of related debt	354,328
Unrestricted	<u>257,870</u>

TOTAL NET ASSETS	<u><u>\$ 612,198</u></u>
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COUNTY OF MARQUETTE, MICHIGAN  
INTERNAL SERVICE FUND – SERVICE CENTER  
STATEMENT OF REVENUES, EXPENSES, AND CHANGES  
IN RETAINED EARNINGS – BUDGET AND ACTUAL  
YEAR ENDED DECEMBER 31, 2004

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
OPERATING REVENUES			
Charges for services			
Rental income – county offices	\$ <u>26,000</u>	\$ <u>40,430</u>	\$ <u>14,430</u>
Total Revenues	<u>26,000</u>	<u>40,430</u>	<u>14,430</u>
OPERATING EXPENSES			
Building Operation and Expenses			
Depreciation	41,000	35,722	5,278
Other services and charges	2,000	1,680	320
Capital Outlay	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL OPERATING EXPENSES	<u>43,000</u>	<u>37,402</u>	<u>5,598</u>
OPERATING INCOME(LOSS) BEFORE TRANSFERS	<u>(17,000)</u>	<u>3,028</u>	<u>8,832</u>
OTHER FINANCING SOURCES(USES):			
Operating transfers in	-	-	-
Operating transfers out	<u>(50,000)</u>	<u>(50,000)</u>	<u>-</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>(50,000)</u>	<u>(50,000)</u>	<u>-</u>
CHANGE IN NET ASSETS	<u>(67,000)</u>	<u>(46,972)</u>	<u>8,832</u>
Net assets beginning of year	<u>480,531</u>	<u>659,170</u>	<u>178,639</u>
NET ASSETS, END OF YEAR \$	<u><u>413,531</u></u>	<u><u>612,198</u></u>	<u><u>187,471</u></u>

COUNTY OF MARQUETTE, MICHIGAN  
INTERNAL SERVICE - 100% TAX PAYMENT FUNDS

BALANCE SHEET

December 31, 2004

	Unallocated	1997	1998	1999	2000	2001	2002	2003	TOTAL
<b>ASSETS</b>									
Current Assets:									
Cash and cash equivalents	\$ 222,263	\$ -	\$ 846,348	\$ 225,059	\$ 732,056	187,684	\$ 574,809	\$ 1,311,456	\$ 4,099,675
Receivables:									
Due from other funds	450,000	-	-	-	-	-	-	-	450,000
Delinquent property taxes	441	-	465	633	1,970	13,719	116,640	888,363	1,022,231
Accrued interest - delinquent taxes	271	-	2,615	237	739	5,144	38,491	88,836	136,333
Accrued Other	-	-	-	-	6,373	-	-	-	6,373
Investment in Dental Clinic	-	-	-	-	-	-	-	-	-
Due from other governmental units	-	-	-	-	-	593	938	14,167	15,698
<b>TOTAL CURRENT ASSETS</b>	<b>672,975</b>	<b>-</b>	<b>849,428</b>	<b>225,929</b>	<b>741,138</b>	<b>207,140</b>	<b>730,878</b>	<b>2,302,822</b>	<b>5,730,310</b>
<b>TOTAL ASSETS</b>	<b>672,975</b>	<b>-</b>	<b>849,428</b>	<b>225,929</b>	<b>741,138</b>	<b>207,140</b>	<b>730,878</b>	<b>2,302,822</b>	<b>5,730,310</b>
<b>LIABILITIES</b>									
Current Liabilities:									
Due to other funds	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due to State of Michigan	-	-	-	-	-	100	-	-	100
Other liabilities	-	-	10	54	-	1,307	-	-	1,371
Due from other governmental units	800	-	-	-	-	-	-	-	800
<b>TOTAL CURRENT LIABILITIES</b>	<b>800</b>	<b>-</b>	<b>10</b>	<b>54</b>	<b>-</b>	<b>1,407</b>	<b>-</b>	<b>-</b>	<b>2,271</b>
<b>TOTAL LIABILITIES</b>	<b>800</b>	<b>-</b>	<b>10</b>	<b>54</b>	<b>-</b>	<b>1,407</b>	<b>-</b>	<b>-</b>	<b>2,271</b>
<b>NET ASSETS</b>									
Unrestricted	672,175	-	849,418	225,875	741,138	205,733	730,878	2,302,822	5,728,039
<b>TOTAL NET ASSETS</b>	<b>\$ 672,175</b>	<b>\$ -</b>	<b>\$ 849,418</b>	<b>\$ 225,875</b>	<b>\$ 741,138</b>	<b>205,733</b>	<b>\$ 730,878</b>	<b>\$ 2,302,822</b>	<b>\$ 5,728,039</b>

COUNTY OF MARQUETTE, MICHIGAN  
INTERNAL SERVICE - 100% TAX PAYMENT FUNDS  
STATEMENT OF REVENUES, EXPENSES AND CHANGES  
IN RETAINED EARNINGS  
YEAR ENDED DECEMBER 31, 2004

	Unallocated	1997	1998	1999	2000	2001	2002	2003	TOTAL
<b>OPERATING REVENUES:</b>									
Penalties and interest on taxes	\$ 30,247	\$ -	\$ 3,952	\$ 117	\$ 1,856	\$ 12,186	\$ 135,381	\$ 267,370	\$ 451,109
Interest earned	3,623	-	12,873	3,733	12,098	5,793	15,265	10,568	63,953
<b>TOTAL OPERATING REVENUES</b>	<b>33,870</b>	<b>-</b>	<b>16,825</b>	<b>3,850</b>	<b>13,954</b>	<b>17,979</b>	<b>150,646</b>	<b>277,938</b>	<b>515,062</b>
<b>OPERATING EXPENSES:</b>									
Other services and charges	-	-	-	-	-	-	4,545	6,116	10,661
<b>TOTAL OPERATING EXPENSES</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>4,545</b>	<b>6,116</b>	<b>10,661</b>
<b>OPERATING INCOME(LOSS)</b>	<b>33,870</b>	<b>-</b>	<b>16,825</b>	<b>3,850</b>	<b>13,954</b>	<b>17,979</b>	<b>146,101</b>	<b>271,822</b>	<b>504,401</b>
<b>INCOME(LOSS) BEFORE TRANSFERS</b>									
Operating transfers in	817,869	-	-	-	-	-	-	2,031,000	2,848,869
Operating transfers out	(711,000)	(106,869)	-	-	-	(711,000)	(2,031,000)	-	(3,559,869)
<b>TOTAL OTHER FINANCING SOURCES(USES)</b>	<b>106,869</b>	<b>(106,869)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(711,000)</b>	<b>(2,031,000)</b>	<b>2,031,000</b>	<b>(711,000)</b>
<b>CHANGE IN ASSETS</b>	<b>140,739</b>	<b>(106,869)</b>	<b>16,825</b>	<b>3,850</b>	<b>13,954</b>	<b>(693,021)</b>	<b>(1,884,899)</b>	<b>2,302,822</b>	<b>(206,599)</b>
Net assets Beginning of year	531,436	106,869	832,593	222,025	727,184	898,754	2,615,777	-	5,934,638
<b>NET ASSETS, END OF YEAR \$</b>	<b>672,175</b>	<b>\$ -</b>	<b>\$ 849,418</b>	<b>\$ 225,875</b>	<b>\$ 741,138</b>	<b>\$ 205,733</b>	<b>\$ 730,878</b>	<b>\$ 2,302,822</b>	<b>\$ 5,728,039</b>

COUNTY OF MARQUETTE, MICHIGAN  
INTERNAL SERVICE FUND - INSURANCE

BALANCE SHEET

December 31, 2004

**ASSETS**

Current Assets:

Cash

\$ 357,393

Accounts Receivable

-

**TOTAL CURRENT ASSETS**

357,393

**TOTAL ASSETS**

357,393

**LIABILITIES:**

Current Liabilities:

Accounts Payable

-

**TOTAL CURRENT LIABILITIES**

-

**TOTAL LIABILITIES**

-

**NET ASSETS**

Unrestricted

357,393

**TOTAL NET ASSETS**

\$ 357,393

COUNTY OF MARQUETTE, MICHIGAN

INTERNAL SERVICE FUND – INSURANCE

STATEMENT OF REVENUES, EXPENSES, AND CHANGES  
IN RETAINED EARNINGS – BUDGET AND ACTUAL

YEAR ENDED DECEMBER 31, 2004

	2004		
	Final Amended Budget	Actual	Variance
OPERATING REVENUES:			
Insurance premium reimbursements	\$ 25,000	\$ 108,607	\$ 83,607
Interest earned	5,000	5,141	141
TOTAL OPERATING REVENUES	30,000	113,748	83,748
OPERATING EXPENSES:			
Other services and charges	30,000	-	30,000
TOTAL OPERATING EXPENSES	30,000	-	30,000
OPERATING INCOME(LOSS) BEFORE TRANSFERS	-	113,748	113,748
OTHER FINANCING SOURCES(USES):			
Operating transfers in	-	-	-
Operating transfers out	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-
CHANGE IN NET ASSETS	-	113,748	113,748
Net assets beginning of year	251,640	243,645	(7,995)
NET ASSETS, END OF YEAR \$	\$ 251,640	\$ 357,393	\$ 105,753

**COUNTY OF MARQUETTE, MICHIGAN**  
**INTERNAL SERVICE FUND – COPY/COMPUTER**

**BALANCE SHEET**

December 31, 2004

**ASSETS**

**Current Assets:**

Cash	\$ 387,918
Receivables	-
Equipment, net	<u>373,110</u>

<b>TOTAL CURRENT ASSETS</b>	<u>761,028</u>
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<b>TOTAL ASSETS</b>	<u>761,028</u>
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**LIABILITIES:**

**Current Liabilities:**

Accounts Payable	<u>2,001</u>
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<b>TOTAL CURRENT LIABILITIES</b>	<u>2,001</u>
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<b>TOTAL LIABILITIES</b>	<u>2,001</u>
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**NET ASSETS**

Invested in capital assets net of related debt	373,110
Unrestricted	<u>385,917</u>

<b>TOTAL NET ASSETS</b>	<u><u>\$ 759,027</u></u>
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# COUNTY OF MARQUETTE, MICHIGAN

## INTERNAL SERVICE FUND - COPY/COMPUTER

### STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN RETAINED EARNINGS - BUDGET AND ACTUAL

YEAR ENDED DECEMBER 31, 2004

	2004		
	Final Amended Budget	Actual	Variance
OPERATING REVENUES:			
Federal Grants	\$ -	\$ 111,063	\$ 111,063
Copy Charges	61,200	38,772	(22,428)
Other services and charges	369,100	370,147	1,047
Other	3,500	29,859	26,359
TOTAL OPERATING REVENUES	433,800	549,841	116,041
OPERATING EXPENSES:			
Personnel	5,453	2,758	2,695
Supplies	11,620	10,374	1,246
Other services and charges	192,054	246,782	(54,728)
Depreciation	112,597	113,117	(520)
Capital outlay	101,403	13,738	87,665
TOTAL OPERATING EXPENSES	423,127	386,769	36,358
OPERATING INCOME(LOSS) BEFORE TRANSFERS	10,673	163,072	152,399
OTHER FINANCING SOURCES(USES):			
Operating transfers in	-	-	-
Operating transfers out	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-
CHANGE IN NET ASSETS	10,673	163,072	152,399
Net assets beginning of year	596,906	595,955	(951)
NET ASSETS, END OF YEAR \$	\$ 607,579	\$ 759,027	\$ 151,448

COUNTY OF MARQUETTE, MICHIGAN  
FIDUCIARY FUNDS  
COMBINING STATEMENT OF NET ASSETS  
December 31, 2004

		Trust & Agency Fund		Payroll Fund		Penal Fines Fund		Total
<b>ASSETS</b>								
Cash and investments	\$	1,236,752	\$	20,000	\$	17,630	\$	1,274,382
Due from other funds		<u>-</u>		<u>-</u>		<u>-</u>		<u>-</u>
Total Assets	\$	<u>1,236,752</u>	\$	<u>20,000</u>		<u>17,630</u>	\$	<u>1,274,382</u>
<b>LIABILITIES</b>								
Due to other funds		-		20,000		-		20,000
Due to other		<u>1,236,752</u>		<u>-</u>		<u>17,630</u>		<u>1,254,382</u>
Total Liabilities		<u>1,236,752</u>		<u>20,000</u>		<u>17,630</u>		<u>1,274,382</u>
Total Net Assets	\$	<u>-</u>	\$	<u>-</u>		<u>-</u>	\$	<u>-</u>





# ANDERSON, TACKMAN & COMPANY, P.L.C.

CERTIFIED PUBLIC ACCOUNTANTS

## PARTNERS

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ROBERT J. DOWNS, CPA, CVA

DANIEL E. BIANCHI, CPA

MICHIGAN  
ESCANABA  
IRON MOUNTAIN  
KINROSS  
MARQUETTE  
WISCONSIN  
GREEN BAY  
MILWAUKEE

## REPORT ON COMPLIANCE AND OTHER MATTERS AND ON INTERNAL CONTROL OVER FINANCIAL REPORTING BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

Honorable Chairman and Members of  
the Board of Commissioners  
County of Marquette, Michigan  
Marquette, MI 49855

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information, which collectively comprise the basic financial statements of the County of Marquette, Michigan as of and for the year ended December 31, 2004, and have issued our report thereon dated April 22, 2005. We did not audit the financial statements of the Medical Care Facility Enterprise Fund. Those statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it related to the amounts included for the Medical Care Facility Enterprise Fund, is based solely on the report of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

### Compliance and Other Matters

As part of obtaining reasonable assurance about whether the County's financial statements are free of material misstatement, we performed tests of its compliance with certain provision of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*. These instances are described in a separate letter to management dated April 22, 2005.

### Internal Control Over Financial Reporting

In planning and performing our audit, we considered the County's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide an opinion on the internal control over financial reporting. However, we noted certain matters involving the internal control over financial reporting and its operation that we consider to be reportable conditions. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control over financial reporting, that, in our judgment, could adversely affect the County's ability to record, process, summarize, and report financial data consistent with the assertions of management in the financial statements. These reportable conditions are described in a separate letter to management dated April 22, 2005.

Honorable Chairman and Members of  
the Board of Commissioners  
County of Marquette, Michigan  
Marquette, MI 49855

A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses. However, we believe that none of the reportable conditions described above is a material weakness.

This report is intended solely for the information and use of management, the audit committee, the Board, others within the organization, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

*Anderson, Tackman & Company, PLLC*  
Certified Public Accountants

April 22, 2005



# ANDERSON, TACKMAN & COMPANY, P.L.C.

CERTIFIED PUBLIC ACCOUNTANTS

## PARTNERS

JOHN W. BLEMBERG, CPA

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KINROSS  
MARQUETTE  
WISCONSIN  
GREEN BAY  
MILWAUKEE

**County of Marquette, Michigan**  
**Report to Management Letter**  
**For the Year Ended December 31, 2004**

To the Honorable Chairman and Members of  
The Board of Commissioners  
County of Marquette, Michigan  
Marquette, MI 49955

In planning and performing our audit of the financial statements of the County of Marquette for the year ended December 31, 2004, we considered its internal accounting control structure for the purpose of expressing an opinion on the financial statements and not to provide assurance on the internal control structure. However, we noted certain matters involving the internal control structure and its operation that we consider to be reportable conditions under standards established by the American Institute of Certified Public Accountants. Reportable conditions involve matters coming to our attention relating to deficiencies in the design or operation of the internal control structure that, in our judgment, could affect the organization's ability to record, process, summarize, and report financial data consistent with the assertions of management in the financial statements.

### **Reportable Conditions**

#### **Instances of Non-compliance**

##### **Uniform Budgeting and Accounting Act (P.A. 621)**

The State of Michigan has enacted Public Act 621, the Uniform Budgeting and Accounting Act, to provide for a system of uniform procedures for the preparation and execution of budgets in local units of government. The purpose of P.A. 621 is to require that all local units of government adopt balanced budgets, to establish responsibilities and define the procedure for the preparation, adoption and maintenance of the budget, and to require certain information for the budget process, including data for capital construction projects. The major provisions of P.A. 621 are as follows:

1. Local Units of government must adopt a budget.
2. The budget, including accrued deficits and available unappropriated surpluses, must be balanced.
3. The budget must be amended when necessary.
4. Debt shall not be entered into unless the debt is permitted by law.
5. Expenditures shall not be incurred in excess of the amount appropriated.
6. Expenditures shall not be made unless authorized in the budget.
7. Violations of the act, disclosed in an audit of the financial records, in the absence of reasonable procedures, shall be filed with the State Treasurer and reported to the Attorney General.

To the Honorable Chairman and Members of  
The Board of Commissioners

The County was found to be in violation of the legal and contractual provisions of the Uniform Budgeting and Accounting Act (Public Act 621) in certain individual funds as enumerated upon in Footnote 15 of the financial statements.

\*\*\*\*\*

The above reportable conditions in the internal control structure and instances of non-compliance are noted for your consideration. The following comments are not reportable conditions as defined by the AICPA but are management points for which we feel consideration should also be given.

**Other Comments and Recommendations**

**Cash Deficits in Certain Funds**

At December 31, 2004 the following funds had a cash and investment deficit:

Fund	Deficit Cash/ Investment Balance
Governmental Activities:	
Special Revenue Funds:	
Friend of the Court	\$133,816
Sawyer Maintenance Fund	249,830
Health Department	161,598
P.A. 511 Community Corrections	17,970
Probate Court Child Care	52,054
Enterprise Funds:	
Water and Sewer Fund	38,689

Although these funds had cash deficits the overall cash position of the County is positive at slightly over \$17 million for the total government. These deficits due however represent use of resources of other funds and in essence are inter-fund working capital loans or advances. We remind the Board these are normally short term in nature. We suggest the Board evaluate the remedy to replenish these funds and restore them to a more natural position.

This report is intended solely for the information and use of the County's management, and others within the County Administration.

We appreciate and would like to thank the County's staff for the cooperation and courtesy extended to us during our audit. We would be pleased to discuss any comments or answer any questions regarding our audit with you at your convenience.

*Anderson, Tackman & Company, PLLC*  
Certified Public Accountants

April 22, 2005



# ANDERSON, TACKMAN & COMPANY, P.L.C.

CERTIFIED PUBLIC ACCOUNTANTS

## PARTNERS

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MICHIGAN  
ESCANABA  
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KINROSS  
MARQUETTE

WISCONSIN  
GREEN BAY  
MILWAUKEE

April 22, 2005

Board of County Commissioners  
Marquette County  
Marquette, Michigan 49955

We have audited the financial statements of the Marquette County for the year ended December 31, 2004, and have issued our report thereon dated April 22, 2005. Professional standards require that we provide you with the following information related to our audit.

### **Our Responsibility under U.S. Generally Accepted Auditing Standards and OMB Circular A-133**

As stated in our engagement letter, our responsibility, as described by professional standards, is to plan and perform our audit to obtain reasonable, but not absolute, assurance about whether the financial statements are free of material misstatement and are fairly presented in accordance with U.S. generally accepted accounting standards. Because an audit is designed to provide reasonable, but not absolute assurance and because we did not perform a detailed examination of all transactions, there is a risk that material misstatements may exist and not be detected by us.

In planning and performing our audit, we considered the internal control structure over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. We also considered internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133.

As part of obtaining reasonable assurance about whether the financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit. Also, in accordance with OMB Circular A-133, we examined, on a test basis, evidence about the compliance with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* applicable to each

of its major federal programs for the purpose of expressing an opinion on compliance with those requirements. While our audit provides a reasonable basis for our opinion, it does not provide a legal determination on the compliance with those requirements.

### **Significant Accounting Policies**

Management is responsible for the selection and use of appropriate accounting policies. In accordance with the terms of our engagement letter, we will advise management of the appropriateness of accounting policies and their application. The significant accounting policies used are described in the Footnotes of the financial statements. No new accounting policies were adopted and the application of existing policies was not changed during the year. We noted no transactions entered into during the year that were both significant and unusual, and of which, under professional standards, we are required to inform you, or transactions for which there is a lack of authoritative guidance or consensus.

### **Accounting Estimates**

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected.

### **Audit Adjustments**

For purposes of this letter, professional standards define a significant audit adjustment as a proposed correction of the financial statements that, in our judgement, may not have been detected except through our auditing procedures. An audit adjustment may or may not indicate matters that could have a significant effect on the financial reporting process (that is, cause future financial statements to be materially misstated). In our judgment, none of the adjustments we proposed, whether recorded or unrecorded, either individually or in the aggregate, indicate matters that could have a significant effect on the financial reporting process.

### **Disagreements with Management**

For purposes of this letter, professional standards define a disagreement with management as a matter, whether or not resolved to our satisfaction, concerning a financial accounting, reporting, or auditing matter that could be significant to the financial statements or the auditors' report. We are pleased to report that no such disagreements arose during the course of our audit.

**Consultation with Other Independent Accountants**

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principal to the governmental unit's financial statements or a determination of the type of auditor's opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

**Issues Discussed Prior to Retention of Independent Auditors**

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as the auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

**Difficulties Encountered in Performing the Audit**

We encountered no significant difficulties in dealing with management in the performance of our audit.

**Conclusion**

This information is intended solely for the use of the Board and management and is not intended to be and should not be used by anyone other than these specified parties.

*Anderson, Tackman & Company, PLLC*  
Certified Public Accountants